Supplementary Financial Information

For the Quarter Ended – January 31, 2016

For further information, contact:

LISA HOFSTATTER
Managing Director, Investor Relations
416.867.7019
lisa.hofstatter@bmo.com

www.bmo.com/investorrelations

CHRISTINE VIAU Director, Investor Relations 416.867.6956 christine.viau@bmo.com





Q1 | 16



| | Page | | Page |
|--|-------|--|-------|
| Notes to Users | 1 | Securitization and Re-Securitization Exposures | 18-19 |
| Financial Highlights | 2-3 | Credit-Risk Related Schedules | |
| Income Statement Information | 2 | Credit Risk Financial Measures | 20 |
| Reported Profitability Measures | 2 | Provision for Credit Losses Segmented Information | 21 |
| Adjusted Profitability Measures | 2 | Write offs by Industry | 22 |
| Growth Rates | 2 | Gross Loans and Acceptances | 23 |
| Balance Sheet Information | 2 | Allowances for Credit Losses | 24 |
| Capital Measures | 2 | Net Loans and Acceptances | 25 |
| Dividend Information | 3 | Gross Impaired Loans and Acceptances | 26 |
| Share Information | 3 | Net Impaired Loans and Acceptances | 27 |
| Additional Bank Information | 3 | Loans and Acceptances by Geographic Area | 28 |
| Other Statistical Information | 3 | Changes in Impairment Allowances for Credit Losses | 29 |
| | | Changes in Impaired Loans and Acceptances | 29 |
| | | Loans Past Due Not Impaired | 30 |
| Summary Income Statements and Highlights (includes | | | |
| U.S. Segment Information) | 4-10 | Derivative Instruments - Basel | 31 |
| Total Bank Consolidated | 4 | | |
| Total Personal & Commercial Banking | 5 | Derivative Instruments - Fair Value | 32 |
| Canadian P&C | 6 | | |
| U.S. P&C | 7 | Derivative Instruments - Over-the-counter (notional amounts) | 33 |
| BMO Wealth Management | 8 | | |
| BMO Capital Markets | 9 | Asset Encumbrance and Deposits | 34 |
| Corporate Services, including Technology and Operations | 10 | Deed Berulaten Canital Dick Weighted Access and Canital Detica | 35-41 |
| | | Basel Regulatory Capital, Risk-Weighted Assets and Capital Ratios | 35-41 |
| Non-Interest Revenue and Trading Revenue | 11 | Basel Equity Securities Exposures | 42 |
| Non-Interest Expense | 12 | Basel Credit Risk Schedules | 43-50 |
| | | Credit Exposures Covered by Risk Mitigants, by Geographic Region and by Industry | 43 |
| Balance Sheets (As At and Average Daily Balances) | 13-14 | Credit Exposures by Asset Class, by Contractual Maturity, by Basel Approaches | 44 |
| | | Credit Exposures by Risk Weight - Standardized | 45 |
| Statement of Comprehensive Income | 15 | Credit Exposure by Portfolio And Risk Ratings - AIRB | 46-47 |
| | | Wholesale Credit Exposure by Risk Rating | 48 |
| Statement of Changes in Equity | 16 | Retail Credit Exposure by Portfolio and Risk Rating | 48 |
| | | AIRB Credit Risk Exposure: Loss Experience | 49 |
| Goodwill and Intangible Assets | 17 | Estimated and Actual Loss Parameters Under AIRB Approach | 50 |
| Unrealized Gains (Losses) on Available-For-Sale Securities | 17 | Basel Securitization and Re-Securitization Exposures | 51-53 |
| Assets Under Administration and Management | 17 | Basel Glossary | 54 |

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



Use of this Document

The supplemental information contained in this package is designed to improve the readers' understanding of the financial performance of BMO Financial Group (the bank). This information should be used in conjunction with the bank's Q1 2016 Report to Shareholders and the 2015 Annual Report.

Additional financial information is also available in the Q1 2016 Investor Presentation as well as the Conference Call Webcast which can be accessed at our website at www.bmo.com/investorrelations.

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

Items indicated N.A. were not available. Items indicated n.a. were not applicable.

Accounting Framework

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

Results and measures in both the MD&A and this document are presented on an IFRS basis. They are also presented on an adjusted basis that excludes the impact of certain items. Management assesses performance on both a GAAP basis and an adjusted basis and considers both bases to be useful in assessing underlying, ongoing business performance. Adjusted results and measures are non-GAAP and are detailed in the Non-GAAP Measures section in the Management's Discussion and Analysis (MD&A) of the bank's First Quarter 2016 Report to Shareholders and 2015 Annual Report.

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

Adjusted Results

Adjusted results exclude the following items:

| Adju | sting Ite | ms (Af | ter tax | :) | | | | | | | |
|---|-----------|--------|---------|-------|------|------|------|------|------|--------|--------|
| | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | Fiscal | Fiscal |
| (Canadian \$ in millions) | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2015 | 2014 |
| | | | | | | | | | | | |
| Amortization of acquisition-related intangible assets | (33) | (33) | (32) | (31) | (31) | (32) | (29) | (21) | (22) | (127) | (104) |
| Acquisition integration costs | (15) | (17) | (6) | (10) | (10) | (9) | (7) | n.a. | n.a. | (43) | (16) |
| Cumulative accounting adjustment | (62) | - | - | - | - | - | - | - | - | - | - |
| Restructuring costs | - | - | - | (106) | n.a. | n.a. | n.a. | n.a. | n.a. | (106) | n.a. |
| (Increase) / decrease in collective allowance | - | - | - | - | - | - | - | - | - | - | - |
| | | | | | | | | | | | |
| Total | (110) | (50) | (38) | (147) | (41) | (41) | (36) | (21) | (22) | (276) | (120) |

Taxable Equivalent Basis

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

Changes

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

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

Corporate Services results in prior periods reflected certain items in respect of the 2011 purchased loan portfolio, including recognition of the reduction in the credit mark that is reflected in net interest income over the term of the purchased loans and provisions and recoveries of credit losses on the purchased portfolio. Beginning in the first quarter of 2016, the reduction in the credit mark that is reflected in net interest income and the provision for credit losses on the purchased performing loan portfolio are being recognized in U.S. P&C, consistent with the accounting for the acquisition of BMO TF, and given that these amounts have reduced substantially in size. Results for prior periods have not been reclassified. Recoveries or provisions on the 2011 purchased credit impaired portfolio continue to be recognized in Corporate Services. Purchased loan accounting impacts related to BMO TF are recognized in U.S. P&C.

Also effective in the first quarter of 2016, income from equity investments has been reclassified from net interest income to non-interest revenue in Canadian P&C, Wealth Management and Corporate Services. Results for prior periods have been reclassified. Restructuring costs and acquisition and integration costs that impact more than one operating group are also included in Corporate Services.

Users may provide their comments and suggestions on the Supplementary Financial Information document by contacting Christine Viau at (416) 867-6956 or christine viau @bmo.com

| FINANCIAL HIGHLIGHTS | | | | | | | | | | | E | вмо 🕮 | Financial | Group |
|--|----------|--------------------|----------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| FINANCIAL HIGHLIGHTS | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | YTD | YTD | Fiscal | Fiscal |
| (\$ millions except as noted) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2016 | 2015 | 2015 | 2014 |
| Income Statement Information | | | | | | | | | | | | | | |
| Total revenue | 1 | 5,075 | 4,982 | 4,826 | 4,526 | 5,055 | 4,640 | 4,735 | 4,369 | 4,479 | 5,075 | 5,055 | 19,389 | 18,223 |
| Provision for credit losses (PCL) | 2 | 183 | 128 | 160 | 161 | 163 | 170 | 130 | 162 | 99 | 183 | 163 | 612 | 561 |
| Insurance claims, commissions and changes in policy benefit liabilities (CCPB) | 3 4 | 366 | 265 | 218 | 24 | 747 | 300 | 520 | 328 | 357 | 366 | 747 | 1,254 | 1,505 |
| Non-interest expense Provision for income taxes | 5 | 3,270 188 | 3,093 282 | 2,971 285 | 3,112 230 | 3,006 139 | 2,887 213 | 2,756 203 | 2,594 209 | 2,684 278 | 3,270 188 | 3,006 139 | 12,182 936 | 10,921 903 |
| Net income | 6 | 1,068 | 1,214 | 1,192 | 999 | 1,000 | 1,070 | 1,126 | 1,076 | 1,061 | 1,068 | 1,000 | 4,405 | 4,333 |
| Adjusted net income | 7 | 1,178 | 1,264 | 1,230 | 1,146 | 1,041 | 1,111 | 1,162 | 1,097 | 1,083 | 1,178 | 1,041 | 4,681 | 4,453 |
| Non-controlling interest in subsidiaries | 8 | 8 | 8 | 7 | 6 | 14 | 13 | 16 | 14 | 13 | 8 | 14 | 35 | 56 |
| Net income attributable to Bank shareholders | 9 | 1,060 | 1,206 | 1,185 | 993 | 986 | 1,057 | 1,110 | 1,062 | 1,048 | 1,060 | 986 | 4,370 | 4,277 |
| Reported Profitability Measures | | | | | | | | | | | | | | |
| Basic earnings per share | 10 | \$1.59 \$1.58 | \$1.83 \$1.83 | \$1.81 | \$1.49 | \$1.47 | \$1.57 \$1.56 | \$1.68 | \$1.61 \$1.60 | \$1.58 \$1.58 | \$1.59 | \$1.47 \$1.46 | \$6.59 \$6.57 | \$6.44 \$6.41 |
| Diluted earnings per share Return on common equity | 11 12 | 10.9 % | 12.9 % | \$1.80 13.6 % | \$1.49 11.4 % | \$1.46 11.8 % | 13.1 % | \$1.67 14.4 % | 14.3 % | 14.2 % | \$1.58 10.9 % | \$1.46 11.8 % | \$6.57 12.5 % | 14.0 % |
| Return on average assets | 13 | 0.59 % | 0.70 % | 0.71 % | 0.62 % | 0.60 % | 0.69 % | 0.74 % | 0.73 % | 0.72 % | 0.59 % | 0.60 % | 0.66 % | 0.72 % |
| Return on average risk-weighted assets | 14 | 1.63 % | 1.96 % | 1.97 % | 1.73 % | 1.69 % | 1.87 % | 1.91 % | 1.84 % | 1.80 % | 1.63 % | 1.69 % | 1.84 % | 1.85 % |
| Net interest margin on average earning assets | 15 16 | 1.58 % 1.82 % | 1.53 % 1.80 % | 1.52 % 1.84 % | 1.48 % 1.81 % | 1.51 % 1.86 % | 1.57 % 1.95 % | 1.55 % 1.92 % | 1.56 % 1.92 % | 1.59 % 1.99 % | 1.58 % 1.82 % | 1.51 % 1.86 % | 1.51 % 1.83 % | 1.57 % 1.94 % |
| excluding trading NII and trading assets Efficiency ratio | 17 | 64.4 % | 62.1 % | 61.6 % | 68.7 % | 59.5 % | 62.2 % | 58.2 % | 59.4 % | 59.9 % | 64.4 % | 59.5 % | 62.8 % | 59.9 % |
| PCL-to-average net loans and acceptances (1) | 18 | 0.21 % | 0.15 % | 0.20 % | 0.20 % | 0.21 % | 0.23 % | 0.18 % | 0.22 % | 0.14 % | 0.21 % | 0.21 % | 0.19 % | 0.19 % |
| Effective tax rate | 19 | 14.98 % | 18.83 % | 19.29 % | 18.75 % | 12.18 % | 16.60 % | 15.30 % | 16.23 % | 20.76 % | 14.98 % | 12.18 % | 17.52 % | 17.25 % |
| Effective tax rate (teb) | 20 | 24.59 % | 24.88 % | 25.07 % | 24.84 % | 24.74 % | 22.60 % | 24.05 % | 24.39 % | 25.49 % | 24.59 % | 24.74 % | 24.89 % | 24.14 % |
| Adjusted Profitability Measures (2) | | | | | | | | | | | | | | |
| Basic earnings per share | 21 22 | \$1.76 \$1.75 | \$1.91 \$1.90 | \$1.86 \$1.86 | \$1.72 \$1.71 | \$1.53 \$1.53 | \$1.63 \$1.63 | \$1.73 \$1.73 | \$1.64 \$1.63 | \$1.62 \$1.61 | \$1.76 \$1.75 | \$1.53 \$1.53 | \$7.02 \$7.00 | \$6.62 \$6.59 |
| Diluted earnings per share Return on common equity | 23 | 12.1 % | 13.5 % | 14.0 % | 13.2 % | 12.3 % | 13.7 % | 14.9 % | 14.6 % | 14.5 % | 12.1 % | 12.3 % | 13.3 % | 14.4 % |
| Return on tangible common equity | 24 | 15.0 % | 16.6 % | 17.3 % | 16.2 % | 15.3 % | 16.9 % | 18.5 % | 17.1 % | 17.1 % | 15.0 % | 15.3 % | 16.4 % | 17.4 % |
| Return on average assets | 25 | 0.65 % | 0.73% | 0.73% | 0.71% | 0.63% | 0.72% | 0.77% | 0.75% | 0.73% | 0.65 % | 0.63% | 0.70% | 0.74% |
| Efficiency ratio Efficiency ratio, net of CCPB | 26 27 | 62.1 % 66.8 % | 60.8 % 64.2 % | 60.5 % 63.4 % | 64.3 % 64.7 % | 58.4 % 68.5 % | 61.1 % 65.3 % | 57.2 % 64.2 % | 58.8% 63.5% | 59.2% 64.3% | 62.1% 66.8% | 58.4% 68.5% | 60.9% 65.2% | 59.1% 64.4% |
| Effective tax rate | 28 | 16.21 % | 18.89% | 19.45% | 19.83% | 12.63% | 16.84% | 15.61% | 16.46% | 20.91% | 16.21 % | 12.63% | 17.97% | 17.47% |
| Effective tax rate (teb) | 29 | 24.77 % | 24.71 % | 25.05 % | 25.04 % | 24.65 % | 22.61 % | 24.05 % | 24.44 % | 25.53 % | 24.77 % | 24.65 % | 24.87 % | 24.16 % |
| Growth Rates | | | | | | | | | | | | | | |
| Diluted adjusted earnings per share growth | 30 | 14.4 % | 16.6 % | 7.5 % | 4.9 % | (5.0)% | 0.6 % | 4.2 % | 13.2 % | 7.3 % | 14.4 % | (5.0)% | 6.2 % | 6.1 % |
| Diluted earnings per share growth | 31 32 | 8.2 % (8.4)% | 17.3 % 0.3 % | 7.8 % (5.9)% | (6.9)% (16.3)% | (7.6)% 0.9 % | (2.5)% (4.5)% | 0.6 % 6.8 % | 14.3 % 1.3 % | 4.6 % 2.6 % | 8.2 % (8.4)% | (7.6)% 0.9 % | 2.5 % (5.1)% | 3.9 % 1.5 % |
| Operating leverage Adjusted operating leverage, net of CCPB | 33 | 2.8 % | 1.8 % | 1.4 % | (2.0)% | (6.8)% | (5.9)% | (1.1)% | 1.3 % | (0.3)% | 2.8 % | (6.8)% | (1.3)% | (1.6)% |
| Revenue growth | 34 | 0.4 % | 7.4 % | 2.0 % | 3.6 % | 12.9 % | 7.4 % | 15.8 % | 3.1 % | 7.0 % | 0.4 % | 12.9 % | 6.4 % | 8.3 % |
| Adjusted revenue growth, net of CCPB | 35 | 11.3 % | 8.7 % | 9.4 % | 11.4 % | 4.5 % | 8.2 % | 9.7 % | 8.9 % | 8.2 % | 11.3 % | 4.5 % | 8.5 % | 8.7 % |
| Non-interest expense growth Adjusted net income growth | 36 37 | 8.8 % 13.2 % | 7.1 % 13.9 % | 7.9 % 5.7 % | 19.9 % 4.6 % | 12.0 % (3.9)% | 11.9 % 2.1 % | 9.0 % 3.7 % | 1.8 % 11.2 % | 4.4 % 5.4 % | 8.8 % 13.2 % | 12.0 % (3.9)% | 11.5 % 5.1 % | 6.8 % 5.4 % |
| Net income growth | 38 | 6.8 % | 13.5 % | 5.9 % | (7.1)% | (5.8)% | (0.4)% | 0.4 % | 11.6 % | 2.5 % | 6.8 % | (5.8)% | 1.7 % | 3.3 % |
| Balance Sheet Information | | | | | | | | | | | | | | |
| Total assets | 39 | 699,293 | 641,881 | 672,442 | 633,275 | 672,410 | 588,659 | 586,832 | 582,045 | 592,662 | 699,293 | 672,410 | 641,881 | 588,659 |
| Average assets | 40 | 714,029 | 682,451 | 662,665 | 661,440 | 650,913 | 607,406 | 593,418 | 594,760 | 580,156 | 714,029 | 650,913 | 664,391 | 593,928 |
| Average learning assets | 41 | 624,938 349,847 | 597,483 332,267 | 580,842 322,035 | 571,995 315,912 | 567,319 309,976 | 539,980 298,563 | 528,742 294,343 | 530,562 291,628 | 515,919 283,841 | 624,938 349,847 | 567,319 309,976 | 579,471 320,081 | 528,786 292,098 |
| Average loans and acceptances Average deposits | 42 43 | 349,847 472,899 | 332,26 <i>1</i> 454,743 | 436,508 | 427,454 | 422,906 | 407,270 | 398,305 | 399,289 | 389,523 | 472,899 | 422,906 | 435,468 | 398,591 |
| Average common shareholders' equity | 44 | 37,140 | 36,105 | 34,019 | 34,491 | 31,936 | 30,748 | 29,843 | 29,665 | 28,461 | 37,140 | 31,936 | 34,135 | 29,680 |
| Gross impaired loans (GIL) and acceptances (3) Cash and securities-to-total assets ratio | 45 | 2,158 | 1,959 | 2,165 | 2,047 | 2,195 | 2,048 | 1,975 | 2,325 | 2,482 | 2,158 | 2,195 | 1,959 | 2,048 |
| GIL-to-gross loans and acceptances (1) (3) | 46 47 | 26.4% 0.60% | 27.8% 0.58% | 29.3% 0.66% | 30.0% 0.65% | 30.1% 0.69% | 30.2% 0.67% | 33.0% 0.67% | 32.1% 0.79% | 32.3% 0.85% | 26.4% 0.60% | 30.1% 0.69% | 27.8% 0.58% | 30.2% 0.67% |
| | | | | | | | | | | | | | | |
| Capital Measures Common Equity Tier 1 Ratio | 48 | 10.1% | 10.7% | 10.4% | 10.2% | 10.1% | 10.1% | 9.6% | 9.7% | 9.3% | 10.1% | 10.1% | 10.7% | 10.1% |
| Tier 1 capital ratio - Basel III | 49 | 11.4% | 12.3% | 11.7% | 11.4% | 11.4% | 12.0% | 11.4% | 11.1% | 10.6% | 11.4% | 11.4% | 12.3% | 12.0% |
| Total capital ratio - Basel III | 50 | 13.5% | 14.4% | 13.7% | 13.5% | 13.4% | 14.3% | 13.3% | 13.0% | 12.4% | 13.5% | 13.4% | 14.4% | 14.3% |
| CET1 capital RWA Leverage ratio | 51 52 | 265,043 4.0% | 239,185 4.2% | 239,934 3.9% | 231,243 3.8% | 237,529 3.8% | 222,092 n.a. | 225,961 n.a. | n.a. n.a. | n.a. n.a. | 265,043 4.0% | 237,529 3.8% | 239,185 4.2% | n.a. n.a. |
| (1) Gross loans and acceptances include purchased portfolios. | 52 | 4.070 | →. ∠ /0 | J.570 | 3.070 | J.U /0 | 11.d. | ıı.d. | ıı.d. | II.a. | 4.070 | 3.070 | +.∠ /0 | 11.d. |

Leverage ratio

(1) Gross loans and acceptances include purchased portfolios.

(2) Adjusted Results are non-GAAP financial measures. See "Accounting Framework" section on page 1 for further information.

(3) GIL excludes Purchased Credit Impaired Loans.

| FINANCIAL HIGHLIGHTS CONTINUED | | | | | | | | | | | В | мо 🛎 1 | Financial (| Group |
|---|----------|----------------|----------------|-----------------|----------------|----------------|----------------|----------------|-----------------|----------------|----------------|----------------|----------------|----------------|
| | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | YTD | YTD | Fiscal | Fiscal |
| (\$ millions except as noted) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2016 | 2015 | 2015 | 2014 |
| Dividend Information | | | | | | | | | | | | | | |
| Dividends declared per share | 1 | \$0.84 | \$0.82 | \$0.82 | \$0.80 | \$0.80 | \$0.78 | \$0.78 | \$0.76 | \$0.76 | \$0.84 | \$0.80 | \$3.24 | \$3.08 |
| Dividends paid per share | 2 | \$0.82 | \$0.82 | \$0.80 | \$0.80 | \$0.78 | \$0.78 | \$0.76 | \$0.76 | \$0.74 | \$0.82 | \$0.78 | \$3.20 | \$3.04 |
| Common dividends | 3 | 540 | 527 | 527 | 515 | 518 | 507 | 504 | 490 | 490 | 540 | 518 | 2,087 | 1,991 |
| Preferred dividends | 4 | 41 | 30 | 23 | 31 | 33 | 37 | 28 | 27 | 28 | 41 | 33 | 117 | 120 |
| Dividend yield | 5 | 4.47% | 4.31% | 4.49% | 4.06% | 4.39% | 3.82% | 3.84% | 4.02% | 4.47% | 4.47% | 4.39% | 4.26% | 3.77% |
| Dividend payout ratio (1) | 6 | 52.8% | 44.8% | 45.3% | 53.7% | 54.4% | 49.7% | 46.4% | 47.2% | 48.1% | 52.8% | 54.4% | 49.2% | 47.8% |
| Adjusted dividend payout ratio (2) | 7 | 47.7% | 42.9% | 44.1% | 46.5% | 52.3% | 47.9% | 45.1% | 46.3% | 46.9% | 47.7% | 52.3% | 46.2% | 46.5% |
| | | | | | | | | | | - | • | | | |
| Share Information | | 000.05 | #70.50 | Φ 7 0.40 | #00 7 0 | 004.00 | 005.74 | #0C 70 | Φ 7 0 00 | 074.00 | 000.05 | 004.00 | 004.00 | 005.74 |
| Share price: high | 8 | \$80.05 | \$78.50 | \$79.43 | \$80.76 | \$84.39 | \$85.71 | \$82.79 | \$76.68 | \$74.69 | \$80.05 | \$84.39 | \$84.39 | \$85.71 |
| low | 9 | \$69.39 | \$64.01 | \$71.27 | \$73.12 | \$72.87 | \$76.41 | \$74.28 | \$67.04 | \$68.01 | \$69.39 | \$72.87 | \$64.01 | \$67.04 |
| close | 10 | \$75.22 | \$76.04 | \$72.98 | \$78.82 | \$72.93 | \$81.73 | \$81.27 | \$75.55 | \$68.06 | \$75.22 | \$72.93 | \$76.04 | \$81.73 |
| Book value per share | 11 | \$59.61 | \$56.31 | \$55.36 | \$51.65 | \$52.98 | \$48.18 | \$46.69 | \$45.94 | \$45.60 | \$59.61 | \$52.98 | \$56.31 | \$48.18 |
| Number of common shares outstanding: end of period | 12 | 643.3 | 642.6 | 642.3 | 644.3 | 647.0 | 649.1 | 646.4 | 645.2 | 644.6 | 643.3 | 647.0 | 642.6 | 649.1 |
| average basic | 13 14 | 643.0 644.9 | 642.4 644.2 | 643.5 645.6 | 645.5 647.9 | 648.3 651.0 | 648.2 651.1 | 645.9 648.6 | 644.9 647.2 | 644.4 646.7 | 643.0 644.9 | 648.3 651.0 | 644.9 647.2 | 645.9 648.5 |
| average diluted Total market value of common shares | 15 | 48,386 | 48,862 | 645.6 46,876 | 50,780 | 47,187 | 53,047 | 52,533 | 48,747 | 43,871 | 48,386 | 47,187 | 48,862 | 53,047 |
| Market-to-book value ratio | 16 | 1.26 | 1.35 | 1.32 | 1.53 | 1.38 | 1.70 | 1.74 | 1.64 | 1.49 | 1.26 | 1.38 | 1.35 | 1.70 |
| Price-to-earnings multiple | 17 | 11.20 | 11.6 | 1.32 | 1.53 | 11.6 | 1.70 | 1.74 | 1.04 | 10.9 | 11.2 | 11.6 | 11.6 | 1.70 |
| Total shareholder return: twelve month | 18 | 7.6 % | (3.0)% | (6.6)% | 8.5 % | 11.4 % | 17.1 % | 32.6 % | 24.8 % | 12.9 % | 7.6 % | 11.4 % | (3.0)% | 17.1 % |
| three-year average | 19 | 10.6 % | 13.5 % | 13.0 % | 15.2 % | 12.6 % | 16.7 % | 15.8 % | 11.8 % | 10.6 % | 10.6 % | 12.6 % | 13.5 % | 16.7 % |
| unce year average | 10 | 10.0 70 | 10.0 70 | 10.0 70 | 10.2 /0 | 12.0 /0 | 10.7 70 | 10.0 70 | 11.0 /0 | 10.0 /0 | 10.0 70 | 12.0 /0 | 10.0 /0 | 10.7 70 |
| Additional Bank Information | | | | | | | | | | | | | | |
| Number of full-time equivalent employees: Canada | 20 | 30,800 | 30,669 | 31,155 | 30,970 | 31,079 | 30,587 | 30,868 | 30,319 | 30,257 | 30,800 | 31,079 | 30,669 | 30,587 |
| United States | 21 | 14,580 | 14,316 | 14,720 | 14,730 | 14,716 | 14,845 | 14,778 | 14,671 | 14,701 | 14,580 | 14,716 | 14,316 | 14,845 |
| Other | 22 | 1,402 | 1,368 | 1,361 | 1,377 | 1,356 | 1,346 | 1,331 | 648 | 645 | 1,402 | 1,356 | 1,368 | 1,346 |
| Total | 23 | 46,782 | 46,353 | 47,236 | 47,077 | 47,151 | 46,778 | 46,977 | 45,638 | 45,603 | 46,782 | 47,151 | 46,353 | 46,778 |
| Number of bank branches: Canada | 24 | 940 | 939 | 938 | 937 | 937 | 934 | 937 | 938 | 933 | 940 | 937 | 939 | 934 |
| United States | 25 | 594 | 592 | 595 | 596 | 597 | 615 | 615 | 617 | 627 | 594 | 597 | 592 | 615 |
| Other | 26 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 |
| Total | 27 | 1,538 | 1,535 | 1,537 | 1,537 | 1,538 | 1,553 | 1,556 | 1,559 | 1,564 | 1,538 | 1,538 | 1,535 | 1,553 |
| Number of automated banking machines: Canada | 28 | 3,440 | 3,442 | 3,461 | 3,222 | 3,034 | 3,016 | 2,982 | 2,953 | 2,910 | 3,440 | 3,034 | 3,442 | 3,016 |
| United States | 29 | 1,323 | 1,319 | 1,314 | 1,308 | 1,307 | 1,322 | 1,323 | 1,322 | 1,328 | 1,323 | 1,307 | 1,319 | 1,322 |
| Total | 30 | 4,763 | 4,761 | 4,775 | 4,530 | 4,341 | 4,338 | 4,305 | 4,275 | 4,238 | 4,763 | 4,341 | 4,761 | 4,338 |
| Credit rating: DBRS (3) | 31 | AA | AA | AA | AA | AA | AA | AA | AA | AA | AA | AA | AA | AA |
| Fitch | 32 | AA- | AA- | AA- | AA- | AA- | AA- | AA- | AA- | AA- | AA- | AA- | AA- | AA- |
| Moody's (3) | 33 | Aa3 | Aa3 | Aa3 | Aa3 | Aa3 | Aa3 | Aa3 | Aa3 | Aa3 | Aa3 | Aa3 | Aa3 | Aa3 |
| Standard and Poor's | 34 | A+ | A+ | A+ | A+ | A+ | A+ | A+ | A+ | A+ | A+ | A+ | A+ | A+ |
| Other Statistical Information | | | | | | | | | | | | | | |
| Prime rate: average Canadian | 35 | 2.70 % | 2.70 % | 2.82 % | 2.85 % | 2.99 % | 3.00 % | 3.00 % | 3.00 % | 3.00 % | 2.70 % | 2.99 % | 2.84 % | 3.00 % |
| average U.S. | 36 | 3.37 % | 3.25 % | 3.25 % | 3.25 % | 3.25 % | 3.25 % | 3.25 % | 3.25 % | 3.25 % | 3.37 % | 3.25 % | 3.25 % | 3.25 % |
| Exchange rate: as at Cdn/U.S. dollar | 37 | 1.4006 | 1.3075 | 1.3080 | 1.2064 | 1.2711 | 1.1271 | 1.0904 | 1.0960 | 1.1138 | 1.4006 | 1.2711 | 1.3075 | 1.1271 |
| avanana Cdm/II C dallan | 20 | 4 2727 | 4 2404 | 4 0074 | 4 0 4 4 0 | 4 4000 | 4 4 4 4 4 | 4 0007 | 4 4000 | 4 0000 | 4 2727 | 4 4000 | 4 0550 | 4 0007 |

⁽¹⁾ Dividend payout ratio equals dividends declared per share divided by basic earnings per share.

1.3737

1.2412

1.1923

1.1114

1.0807

1.1029

1.0800

1.3737

1.1923

1.2671

average Cdn/U.S. dollar

1.2550

1.0937

⁽²⁾ Adjusted dividend payout ratio equals dividends declared per share divided by adjusted basic earnings per share.

⁽³⁾ Moody's and DBRS have a negative outlook on the long-term credit ratings of BMO and other Canadian banks in response to the federal government's proposed bail-in regime for senior unsecured debt.

| TOTAL BANK CONSOLIDATED SUMMARY INCOME STATEMENTS | | | | | | | | | | | E | вмо 🔷 | Financial | Group |
|--|----------|--------------------|-------------------|-------------------|-------------------|--------------------|--------------------|-------------------|-------------------|-------------------|--------------------|--------------------|-------------------|-------------------|
| AND HIGHLIGHTS | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | YTD | YTD | Fiscal | Fiscal |
| (\$ millions except as noted) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2016 | 2015 | 2015 | 2014 |
| | | | | | | | | | | | | | | |
| Net interest income | 1 | 2,480 | 2,311 | 2,227 | 2,060 | 2,165 | 2,136 | 2,062 | 2,025 | 2,069 | 2,480 | 2,165 | 8,763 | 8,292 |
| Non-interest revenue | 2 | 2,595 | 2,671 | 2,599 | 2,466 | 2,890 | 2,504 | 2,673 | 2,344 | 2,410 | 2,595 | 2,890 | 10,626 | 9,931 |
| Total revenue | 3 | 5,075 | 4,982 | 4,826 | 4,526 | 5,055 | 4,640 | 4,735 | 4,369 | 4,479 | 5,075 | 5,055 | 19,389 | 18,223 |
| Provision for credit losses | 4 | 183 | 128 | 160 | 161 | 163 | 170 | 130 | 162 | 99 | 183 | 163 | 612 | 561 |
| Net interest income and non-interest revenue, net of PCL | 5 | 4,892 | 4,854 | 4,666 | 4,365 | 4,892 | 4,470 | 4,605 | 4,207 | 4,380 | 4,892 | 4,892 | 18,777 | 17,662 |
| Insurance claims, commissions and changes in policy benefit liabilities (CCPB) | 6 | 366 | 265 | 218 | 24 | 747 | 300 | 520 | 328 | 357 | 366 | 747 | 1,254 | 1,505 |
| Non-interest expense Income before taxes | 7 8 | 3,270 1,256 | 3,093 1,496 | 2,971 1,477 | 3,112 1,229 | 3,006 1,139 | 2,887 1,283 | 2,756 1,329 | 2,594 1,285 | 2,684 1,339 | 3,270 1,256 | 3,006 1,139 | 12,182 5,341 | 10,921 5,236 |
| | 9 | 1,256 | 282 | 285 | 230 | 1,139 | 213 | 203 | 209 | 278 | 1,256 | 1,139 | 936 | 903 |
| Provision for income taxes Net income | 10 | 1,068 | 1,214 | 1,192 | 999 | 1,000 | 1,070 | 1,126 | 1,076 | 1,061 | 1,068 | 1,000 | 4,405 | 4,333 |
| Non-controlling interest in subsidiaries | 11 | 8 | 8 | 7 | 6 | 1,000 | 1,070 | 1,120 | 1,070 | 13 | 8 | 1,000 | 35 | 56 |
| Net income attributable to Bank shareholders | 12 | 1,060 | 1,206 | 1,185 | 993 | 986 | 1,057 | 1,110 | 1,062 | 1,048 | 1,060 | 986 | 4,370 | 4,277 |
| Adjusted net income | 13 | 1,178 | 1,264 | 1,230 | 1,146 | 1,041 | 1,111 | 1,162 | 1,097 | 1,083 | 1,178 | 1,041 | 4,681 | 4,453 |
| Adjusted revenue | 14 | 5,159 | 4,984 | 4,826 | 4,526 | 5,055 | 4,640 | 4,735 | 4,369 | 4,479 | 5,159 | 5,055 | 19,391 | 18,223 |
| Adjusted revenue, net of CCPB | 15 | 4,793 | 4,719 | 4,608 | 4,502 | 4,308 | 4,340 | 4,215 | 4,041 | 4,122 | 4,793 | 4,308 | 18,137 | 16,718 |
| Adjusted revenue growth, net of CCPB | 16 | 11.3 % | 8.7 % | 9.4 % 2.922 | 11.4 % | 4.5 % | 8.2 % | 9.7 % | 8.9 % | 8.2 % | 11.3 % | 4.5 % | 8.5 % | 8.7 % |
| Adjusted non-interest expense | 17 18 | 3,204 8.5 % | 3,032 6.9 % | 2,922 8.0 % | 2,912 13.4 % | 2,953 11.3 % | 2,834 14.1 % | 2,708 10.8 % | 2,566 7.7 % | 2,653 8.5 % | 3,204 8.5 % | 2,953 11.3 % | 11,819 9.8 % | 10,761 10.3 % |
| Adjusted non-interest expense growth Adjusted provision for credit losses | 18 | 183 | 6.9 % 128 | 8.0 % 160 | 13.4 % | 11.3 % | 14.1 % | 10.8 % | 7.7 % 162 | 99 | 183 | 11.3 % | 9.8 % 612 | 561 |
| U.S. Segment Information (\$CAD equivalent) Net interest income | 20 | 984 | 848 | 814 | 737 | 783 | 709 | 697 | 702 | 730 | 984 | 783 | 3,182 | 2,838 |
| Non-interest revenue | 21 | 717 | 767 | 652 | 696 | 605 | 540 | 563 | 610 | 616 | 717 | 605 | 2,720 | 2,329 |
| Total revenue | 22 | 1,701 | 1,615 | 1,466 | 1,433 | 1,388 | 1,249 | 1,260 | 1,312 | 1,346 | 1,701 | 1,388 | 5,902 | 5,167 |
| Provision for credit losses | 23 | (15) | (31) | 49 | (19) | 53 | 16 | 20 | 25 | (31) | (15) | 53 | 52 | 30 |
| Net interest income and non-interest revenue, net of PCL | 24 | 1,716 | 1,646 | 1,417 | 1,452 | 1,335 | 1,233 | 1,240 | 1,287 | 1,377 | 1,716 | 1,335 | 5,850 | 5,137 |
| Non-interest expense | 25 | 1,275 441 | 1,234 412 | 1,146 271 | 1,156 296 | 1,124 211 | 1,078 155 | 1,018 222 | 1,009 278 | 986 391 | 1,275 441 | 1,124 211 | 4,660 | 4,091 1,046 |
| Income before taxes Provision for income taxes | 26 27 | 114 | 102 | 57 | 296 58 | 23 | 16 | 47 | 276 55 | 95 | 114 | 23 | 1,190 240 | 213 |
| Net income | 28 | 327 | 310 | 214 | 238 | 188 | 139 | 175 | 223 | 296 | 327 | 188 | 950 | 833 |
| Adjusted net income | 29 | 313 | 305 | 232 | 268 | 221 | 142 | 208 | 239 | 320 | 313 | 221 | 1,026 | 909 |
| Adjusted revenue | 30 | 1,701 | 1,615 | 1,466 | 1,433 | 1,388 | 1,249 | 1,260 | 1,312 | 1,346 | 1,701 | 1,388 | 5,902 | 5,167 |
| Adjusted non-interest expense | 31 | 1,240 | 1,203 | 1,120 | 1,079 | 1,099 | 1,051 | 992 | 983 | 958 | 1,240 | 1,099 | 4,501 | 3,984 |
| Adjusted provision for credit losses | 32 | 46 | 16 | 51 | 16 | 31 | 44 | - | 30 | (40) | 46 | 31 | 114 | 34 |
| Average assets | 33 | 266,621 | 250,510 | 237,338 | 228,537 | 221,321 | 206,984 | 201,356 | 202,940 | 192,390 | 266,621 | 221,321 | 234,475 | 200,901 |
| Average earning assets Average net loans and acceptances | 34 35 | 241,449 112,045 | 227,197 98,932 | 214,882 92,074 | 204,118 89,855 | 197,736 85,602 | 185,974 77,690 | 180,320 75,123 | 180,318 75,378 | 169,141 70,782 | 241,449 112,045 | 197,736 85,602 | 211,040 91,630 | 178,927 74,793 |
| Average deposits | 36 | 178,111 | 169,435 | 160,537 | 154,603 | 153,706 | 141,288 | 136,325 | 138,927 | 130,554 | 178,111 | 153,706 | 159,611 | 136,756 |
| Adjusted net interest margin on average earning assets | 37 | 1.62% | 1.48% | 1.50% | 1.48% | 1.57% | 1.51% | 1.53% | 1.60% | 1.71% | 1.62% | 1.57% | 1.51% | 1.59% |
| \$USD Equivalent | | | | | | | | | | | | | | |
| Net interest income | 38 | 715 | 643 | 642 | 594 | 658 | 638 | 645 | 637 | 676 | 715 | 658 | 2,537 | 2,596 |
| Non-interest revenue | 39 | 522 | 581 | 514 | 561 | 508 | 487 | 520 | 554 | 571 | 522 | 508 | 2,164 | 2,132 |
| Total revenue | 40 | 1,237 | 1,224 | 1,156 | 1,155 | 1,166 | 1,125 | 1,165 | 1,191 | 1,247 | 1,237 | 1,166 | 4,701 | 4,728 |
| Provision for credit losses | 41 | (10) | (24) | 39 | (15) | 41 | 14 | 18 | 23 | (30) | (10) | 41 | 41 | 25 |
| Net interest income and non-interest revenue, net of PCL Non-interest expense | 42 | 1,247 928 | 1,248 | 1,117 | 1,170 | 1,125 | 1,111 | 1,147 942 | 1,168 | 1,277 | 1,247 928 | 1,125 | 4,660 3.718 | 4,703 |
| Income before taxes | 43 44 | 319 | 936 312 | 906 211 | 933 237 | 943 182 | 970 141 | 205 | 915 253 | 913 364 | 319 | 943 182 | 3,718 942 | 3,740 963 |
| Provision for income taxes | 44 45 | 82 | 77 | 43 | 237 45 | 22 | 15 | 205 44 | 253 50 | 89 | 82 | 22 | 187 | 198 |
| Net income | 46 | 237 | 235 | 168 | 192 | 160 | 126 | 161 | 203 | 275 | 237 | 160 | 755 | 765 |
| Adjusted net income | 47 | 227 | 231 | 183 | 215 | 187 | 129 | 191 | 217 | 298 | 227 | 187 | 816 | 835 |
| Adjusted revenue | 48 | 1,237 | 1,224 | 1,156 | 1,155 | 1,166 | 1,125 | 1,165 | 1,191 | 1,247 | 1,237 | 1,166 | 4,701 | 4,728 |
| Adjusted revenue growth | 49 | 6.0 % | 8.8 % | (0.7)% | (3.0)% | (6.5)% | (14.1)% | 5.9 % | 8.1 % | 6.0 % | 6.0 % | (6.5)% | (0.6)% | 0.8 % |
| Adjusted non-interest expense | 50 | 903 | 912 | 886 | 871 | 922 | 946 | 918 | 891 | 887 | 903 | 922 | 3,591 | 3,642 |
| Adjusted non-interest expense growth | 51 52 | (2.2)% 8.2 % | (3.6)% 12.4 % | (3.6)% 2.9 % | (2.3)% | 4.1 % | 6.3 % | 6.0 % (0.1)% | 3.7 % 4.4 % | 0.7 % 5.3 % | (2.2)% 8.2 % | 4.1 % | (1.4)% 0.8 % | 4.2 % |
| Adjusted operating leverage Operating leverage | 52 53 | 7.7 % | 12.4 % | 2.9 % 3.2 % | (0.7)% (4.8)% | (10.6)% (10.0)% | (20.4)% (19.3)% | (6.7)% | (3.3)% | (1.3)% | 7.7 % | (10.6)% (10.0)% | 0.8 % | (3.4)% (7.8)% |
| Adjusted provision for credit losses | 54 | 34 | 12.5 % | 3.2 % 41 | 14 | 24 | (19.3)% | (0.7)/0 | 28 | (39) | 34 | (10.0)% | 90 | 28 |
| Average assets | 55 | 194,088 | 189,912 | 187,299 | 184,119 | 185,548 | 186,237 | 186,328 | 184,009 | 178,150 | 194,088 | 185,548 | 186,741 | 183,678 |
| Average earning assets | 56 | 175,782 | 172,236 | 169,572 | 164,460 | 165,809 | 167,331 | 166,862 | 163,499 | 156,602 | 175,782 | 165,809 | 168,049 | 163,574 |
| Average net loans and acceptances | | 81,492 | 75,004 | 72,661 | 72,403 | 71,787 | 69,901 | 69,518 | 68,347 | 65,723 | 81,492 | 71,787 | 72,968 | 68,373 |
| Average deposits | 57 58 | 129,717 | 128,464 | 126,696 | 124,586 | 128,958 | 127,114 | 126,146 | 125,976 | 120,885 | 129,717 | 128,958 | 127,197 | 125,023 |

| TOTAL PERSONAL & COMMERCIAL BANKING SUMMARY INCOME | | | | | | | | | | | В | мо 🕰 н | Financial | Group |
|---|------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|---------|
| STATEMENT AND HIGHLIGHTS | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | YTD | YTD | Fiscal | Fiscal |
| (\$ millions except as noted) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2016 | 2015 | 2015 | 2014 |
| Net interest income (teb) | 1 | 2.131 | 1.989 | 1,937 | 1.849 | 1,867 | 1,830 | 1,802 | 1.737 | 1,769 | 2,131 | 1.867 | 7.642 | 7,138 |
| Non-interest revenue | 2 | 733 | 677 | 680 | 635 | 622 | 628 | 625 | 588 | 584 | 733 | 622 | 2,614 | 2,425 |
| Total revenue (teb) | 3 | 2,864 | 2,666 | 2,617 | 2,484 | 2,489 | 2,458 | 2,427 | 2,325 | 2,353 | 2,864 | 2,489 | 10,256 | 9,563 |
| Provision for credit losses | 4 | 205 | 154 | 128 | 161 | 172 | 176 | 186 | 183 | 160 | 205 | 172 | 615 | 705 |
| Net interest and non-interest revenue (teb), net of PCL | 5 | 2,659 | 2,512 | 2,489 | 2,323 | 2,317 | 2,282 | 2,241 | 2,142 | 2,193 | 2,659 | 2,317 | 9,641 | 8,858 |
| Non-interest expense | 6 | 1,602 | 1,491 | 1,451 | 1,391 | 1,396 | 1,349 | 1,318 | 1,281 | 1,314 | 1,602 | 1,396 | 5,729 | 5,262 |
| Income before taxes | 7 | 1,057 | 1,021 | 1,038 | 932 | 921 | 933 | 923 | 861 | 879 | 1,057 | 921 | 3,912 | 3,596 |
| Provision for income taxes (teb) | 8 | 277 | 252 | 260 | 240 | 226 | 238 | 237 | 224 | 226 | 277 | 226 | 978 | 925 |
| Net income | 9 | 780 | 769 | 778 | 692 | 695 | 695 | 686 | 637 | 653 | 780 | 695 | 2,934 | 2,671 |
| Adjusted net income | 10 | 794 | 784 | 792 | 706 | 709 | 709 | 700 | 651 | 667 | 794 | 709 | 2,991 | 2,727 |
| Adjusted return on equity (1) | 11 | 15.3 % | 16.8 % | 17.1 % | 15.9 % | 16.0 % | 17.4 % | 17.5 % | 16.6 % | 16.8 % | 15.3 % | 16.0 % | 16.5 % | 17.1 % |
| Return on equity (1) | 12 | 15.1 % | 16.4 % | 16.7 % | 15.6 % | 15.7 % | 17.1 % | 17.2 % | 16.2 % | 16.5 % | 15.1 % | 15.7 % | 16.1 % | 16.7 % |
| Net interest margin on average earning assets (teb) | 13 | 2.90 % | 2.83 % | 2.81 % | 2.82 % | 2.79 % | 2.82 % | 2.82 % | 2.84 % | 2.86 % | 2.90 % | 2.79 % | 2.82 % | 2.84 % |
| Revenue growth | 14 | 15.1 % | 8.4 % | 7.9 % | 6.8 % | 5.8 % | 7.6 % | 6.0 % | 5.8 % | 4.6 % | 15.1 % | 5.8 % | 7.3 % | 6.0 % |
| Adjusted non-interest expense | 15 | 1,583 | 1,471 | 1,434 | 1,373 | 1,378 | 1,330 | 1,300 | 1,263 | 1,294 | 1,583 | 1,378 | 5,656 | 5,187 |
| Adjusted non-interest expense growth | 16 | 14.9 % | 10.6 % | 10.2 % | 8.8 % | 6.5 % | 6.8 % | 4.5 % | 5.0 % | 6.6 % | 14.9 % | 6.5 % | 9.0 % | 5.7 % |
| Non-interest expense growth | 17 | 14.8 % | 10.5 % | 10.1 % | 8.6 % | 6.2 % | 6.5 % | 4.2 % | 4.7 % | 6.3 % | 14.8 % | 6.2 % | 8.9 % | 5.5 % |
| Adjusted Efficiency ratio (teb) | 18 | 55.3 % | 55.2 % | 54.7 % | 55.3 % | 55.4 % | 54.1 % | 53.6 % | 54.3 % | 55.0 % | 55.3 % | 55.4 % | 55.2 % | 54.2 % |
| Efficiency ratio (teb) | 19 | 55.9 % | 56.0 % | 55.4 % | 56.0 % | 56.1 % | 54.9 % | 54.3 % | 55.1 % | 55.9 % | 55.9 % | 56.1 % | 55.9 % | 55.0 % |
| Adjusted operating leverage | 20 | 0.2 % | (2.2)% | (2.3)% | (2.0)% | (0.7)% | 0.8 % | 1.5 % | 0.8 % | (2.0)% | 0.2 % | (0.7)% | (1.7)% | 0.3 % |
| Operating leverage | 21 | 0.3 % | (2.1)% | (2.2)% | (1.8)% | (0.4)% | 1.1 % | 1.8 % | 1.1 % | (1.7)% | 0.3 % | (0.4)% | (1.6)% | 0.5 % |
| Adjusted net income growth | 22 | 12.0 % | 10.6 % | 13.1 % | 8.4 % | 6.3 % | 22.9 % | 7.2 % | 10.7 % | 3.5 % | 12.0 % | 6.3 % | 9.7 % | 10.8 % |
| Net income growth | 23 | 12.3 % | 10.6 % | 13.3 % | 8.6 % | 6.5 % | 23.6 % | 7.6 % | 11.0 % | 3.8 % | 12.3 % | 6.5 % | 9.8 % | 11.2 % |
| Average common equity (1) | 24 | 20,147 | 18,212 | 18,110 | 17,830 | 17,238 | 15,622 | 15,340 | 15,506 | 15,173 | 20,147 | 17,238 | 17,848 | 15,410 |
| Average assets | 25 | 308,497 | 293,394 | 288,090 | 283,374 | 279,382 | 271,013 | 266,417 | 263,986 | 258,097 | 308,497 | 279,382 | 286,082 | 264,886 |
| Average earning assets | 26 | 291,923 | 278,379 | 273,060 | 268,950 | 265,408 | 257,587 | 253,369 | 250,881 | 245,007 | 291,923 | 265,408 | 271,470 | 251,718 |
| Average net loans and acceptances | 27 | 290,956 | 277,120 | 271,294 | 267,118 | 263,115 | 255,725 | 251,690 | 249,754 | 244,575 | 290,956 | 263,115 | 269,683 | 250,442 |
| Average deposits | 28 | 228,681 | 219,187 | 211,127 | 207,728 | 205,054 | 196,508 | 190,544 | 188,486 | 186,638 | 228,681 | 205,054 | 210,799 | 190,561 |
| Number of full-time equivalent employees | 29 | 23,699 | 23,303 | 23,540 | 23,624 | 23,735 | 23,630 | 23,864 | 23,687 | 23,821 | 23,699 | 23,735 | 23,303 | 23,630 |

(1) Operating groups have been allocated capital at a higher level in 2016, 2015 and 2014.

| CANADIAN P&C | | | | | | | | | | | BM | ио 📛 н | inancial | Group |
|--|------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|----------|---------|
| SUMMARY INCOME | | | | | | | | | | | | | | |
| STATEMENT AND HIGHLIGHTS | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | YTD | YTD | Fiscal | Fiscal |
| (\$ millions except as noted) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2016 | 2015 | 2015 | 2014 |
| Net interest income (teb) | 1 | 1,254 | 1,238 | 1,218 | 1,165 | 1,185 | 1,191 | 1,175 | 1,124 | 1,164 | 1,254 | 1,185 | 4,806 | 4,654 |
| Non-interest revenue | 2 | 471 | 472 | 479 | 440 | 443 | 461 | 463 | 413 | 415 | 471 | 443 | 1,834 | 1,752 |
| Total revenue (teb) | 3 | 1,725 | 1,710 | 1,697 | 1,605 | 1,628 | 1,652 | 1,638 | 1,537 | 1,579 | 1,725 | 1,628 | 6,640 | 6,406 |
| Provision for credit losses | 4 | 140 | 112 | 109 | 143 | 132 | 129 | 129 | 131 | 139 | 140 | 132 | 496 | 528 |
| Net interest and non-interest revenue (teb), net of PCL | 5 | 1,585 | 1,598 | 1,588 | 1,462 | 1,496 | 1,523 | 1,509 | 1,406 | 1,440 | 1,585 | 1,496 | 6,144 | 5,878 |
| Non-interest expense | 6 | 872 | 847 | 845 | 812 | 835 | 819 | 806 | 765 | 791 | 872 | 835 | 3,339 | 3,181 |
| Income before taxes | 7 | 713 | 751 | 743 | 650 | 661 | 704 | 703 | 641 | 649 | 713 | 661 | 2,805 | 2,697 |
| Provision for income taxes (teb) | 8 | 184 | 190 | 187 | 165 | 158 | 178 | 179 | 162 | 163 | 184 | 158 | 700 | 682 |
| Net income | 9 | 529 | 561 | 556 | 485 | 503 | 526 | 524 | 479 | 486 | 529 | 503 | 2,105 | 2,015 |
| Adjusted net income | 10 | 530 | 562 | 557 | 486 | 504 | 527 | 525 | 480 | 487 | 530 | 504 | 2,109 | 2,019 |
| Net interest margin on average earning assets (teb) | 11 | 2.55 % | 2.55 % | 2.54 % | 2.54 % | 2.51 % | 2.54 % | 2.52 % | 2.53 % | 2.56 % | 2.55 % | 2.51 % | 2.54 % | 2.54 % |
| Revenue growth | 12 | 6.0 % | 3.4 % | 3.7 % | 4.4 % | 3.1 % | 6.9 % | 6.2 % | 5.8 % | 6.6 % | 6.0 % | 3.1 % | 3.7 % | 6.4 % |
| Adjusted non-interest expense | 13 | 871 | 845 | 844 | 811 | 834 | 818 | 805 | 764 | 790 | 871 | 834 | 3,334 | 3,177 |
| Non-interest expense growth | 14 | 4.5 % | 3.5 % | 4.8 % | 6.2 % | 5.6 % | 6.1 % | 4.2 % | 2.7 % | 3.7 % | 4.5 % | 5.6 % | 5.0 % | 4.2 % |
| Adjusted Efficiency ratio (teb) | 15 | 50.5 % | 49.5 % | 49.7 % | 50.6 % | 51.2 % | 49.5 % | 49.2 % | 49.7 % | 50.0 % | 50.5 % | 51.2 % | 50.2 % | 49.6 % |
| Adjusted operating leverage | 16 | 1.5 % | 0.1 % | (1.1)% | (1.8)% | (2.5)% | 0.8 % | 2.0 % | 3.2 % | 2.9 % | 1.5 % | (2.5)% | (1.2)% | 2.2 % |
| Operating leverage | 17 | 1.5 % | (0.1)% | (1.1)% | (1.8)% | (2.5)% | 0.8 % | 2.0 % | 3.1 % | 2.9 % | 1.5 % | (2.5)% | (1.3)% | 2.2 % |
| Adjusted net income growth | 18 | 5.2 % | 6.7 % | 5.7 % | 1.3 % | 3.6 % | 14.7 % | 8.0 % | 13.9 % | 8.6 % | 5.2 % | 3.6 % | 4.4 % | 11.2 % |
| Net income growth | 19 | 5.3 % | 6.6 % | 5.8 % | 1.3 % | 3.6 % | 14.8 % | 8.1 % | 13.8 % | 8.5 % | 5.3 % | 3.6 % | 4.4 % | 11.2 % |
| Average assets | 20 | 203,855 | 200,266 | 198,343 | 195,486 | 194,687 | 193,156 | 191,862 | 189,378 | 187,682 | 203,855 | 194,687 | 197,209 | 190,529 |
| Average earning assets | 21 | 195,881 | 192,591 | 190,409 | 187,778 | 187,185 | 185,905 | 184,706 | 182,323 | 180,653 | 195,881 | 187,185 | 189,505 | 183,406 |
| Average net loans and acceptances: Residential mortgages | 22 | 93,289 | 92,174 | 90,266 | 89,097 | 89,194 | 88,301 | 86,725 | 85,351 | 85,256 | 93,289 | 89,194 | 90,192 | 86,417 |
| Consumer instalment and other personal | 23 | 43,936 | 43,653 | 43,415 | 43,292 | 43,595 | 43,966 | 44,231 | 44,314 | 44,259 | 43,936 | 43,595 | 43,491 | 44,191 |
| Credit cards (1) | 24 | 8,687 | 8,611 | 8,613 | 8,431 | 8,676 | 8,480 | 8,509 | 8,379 | 8,589 | 8,687 | 8,676 | 8,584 | 8,490 |
| Businesses and governments | 25 | 55,744 | 53,868 | 53,907 | 52,615 | 51,264 | 50,658 | 50,646 | 49,620 | 47,861 | 55,744 | 51,264 | 52,916 | 49,698 |
| Total average net loans and acceptances | 26 | 201,656 | 198,306 | 196,201 | 193,435 | 192,729 | 191,405 | 190,111 | 187,664 | 185,965 | 201,656 | 192,729 | 195,183 | 188,796 |
| Average deposits: Individual | 27 | 87,607 | 85,349 | 84,117 | 83,556 | 83,295 | 81,909 | 80,286 | 78,817 | 77,458 | 87,607 | 83,295 | 84,083 | 79,625 |
| Businesses and governments | 28 | 51,849 | 50,064 | 48,834 | 47,657 | 48,147 | 46,628 | 45,412 | 44,126 | 45,002 | 51,849 | 48,147 | 48,684 | 45,301 |
| Total average deposits | 29 | 139,456 | 135,413 | 132,951 | 131,213 | 131,442 | 128,537 | 125,698 | 122,943 | 122,460 | 139,456 | 131,442 | 132,767 | 124,926 |
| Number of full-time equivalent employees | 30 | 15,841 | 15,697 | 15,902 | 15,974 | 16,081 | 15,795 | 16,017 | 15,770 | 15,819 | 15,841 | 16,081 | 15,697 | 15,795 |

(1) Credit Cards include retail and commercial cards.

| U.S. P&C SUMMARY INCOME | | | | | | | | | | | BN | ю 🌥 г | inancial (| Group |
|---|----------|------------------|------------------|------------------|------------------|------------------|------------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| STATEMENT AND HIGHLIGHTS | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | YTD | YTD | Fiscal | Fiscal |
| (\$ millions except as noted) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2016 | 2015 | 2015 | 2014 |
| Net interest income (teb) | 1 | 877 | 751 | 719 | 684 | 682 | 639 | 627 | 613 | 605 | 877 | 682 | 2,836 | 2,484 |
| Non-interest revenue | 2 | 262 | 205 | 201 | 195 | 179 | 167 | 162 | 175 | 169 | 262 | 179 | 780 | 673 |
| Total revenue (teb) | 3 | 1,139 | 956 | 920 | 879 | 861 | 806 | 789 | 788 | 774 | 1,139 | 861 | 3,616 | 3,157 |
| Provision for credit losses | 4 | 65 | 42 | 19 | 18 | 40 | 47 | 57 | 52 | 21 | 65 | 40 | 119 | 177 |
| Net interest and non-interest revenue (teb), net of PCL | 5 | 1,074 | 914 | 901 | 861 | 821 | 759 | 732 | 736 | 753 | 1,074 | 821 | 3,497 | 2,980 |
| Non-interest expense | 6 | 730 | 644 | 606 | 579 | 561 | 530 | 512 | 516 | 523 | 730 | 561 | 2,390 | 2,081 |
| Income before taxes | 7 | 344 | 270 | 295 | 282 | 260 | 229 | 220 | 220 | 230 | 344 | 260 | 1,107 | 899 |
| Provision for income taxes (teb) | 8 | 93 | 62 | 73 | 75 | 68 | 60 | 58 | 62 | 63 | 93 | 68 | 278 | 243 |
| Net income | 9 | 251 | 208 | 222 | 207 | 192 | 169 | 162 | 158 | 167 | 251 | 192 | 829 | 656 |
| Adjusted net income | 10 | 264 | 222 | 235 | 220 | 205 | 182 | 175 | 171 | 180 | 264 | 205 | 882 | 708 |
| Net interest margin on average earning assets (teb) | 11 | 3.63 % | 3.47 % | 3.45 % | 3.46 % | 3.46 % | 3.54 % | 3.66 % | 3.63 % | 3.73 % | 3.63 % | 3.46 % | 3.46 % | 3.64 % |
| Adjusted Efficiency ratio (teb) | 12 | 62.5 % | 65.4 % | 64.0 % | 63.9 % | 63.2 % | 63.5 % | 62.6 % | 63.2 % | 65.1 % | 62.5 % | 63.2 % | 64.2 % | 63.6 % |
| Efficiency ratio (teb) | 13 | 64.1 % | 67.3 % | 65.8 % | 65.9 % | 65.2 % | 65.8 % | 64.8 % | 65.5 % | 67.6 % | 64.1 % | 65.2 % | 66.1 % | 65.9 % |
| Average assets | 14 | 104,642 | 93,128 | 89,747 | 87,888 | 84,695 | 77,857 | 74,555 | 74,608 | 70,415 | 104,642 | 84,695 | 88,873 | 74,357 |
| Average earning assets | 15 | 96,042 | 85,788 | 82,651 | 81,172 | 78,223 | 71,682 | 68,663 | 68,558 | 64,354 | 96,042 | 78,223 | 81,965 | 68,312 |
| Average net loans and acceptances (1) | 16 17 | 89,300 | 78,814 | 75,093 | 73,683 | 70,386 | 64,320 | 61,579 | 62,090 | 58,610 | 89,300 | 70,386 | 74,500 | 61,646 |
| Average deposits Number of full-time equivalent employees | 17 | 89,225 7.858 | 83,774 7.606 | 78,176 7.638 | 76,515 7.650 | 73,612 7.654 | 67,971 7.835 | 64,846 7.847 | 65,543 7.917 | 64,178 8.002 | 89,225 7.858 | 73,612 7.654 | 78,032 7.606 | 65,635 7,835 |
| indifficer of full-time equivalent employees | 10 | 7,000 | 7,000 | 7,000 | 7,000 | 7,004 | 7,000 | 7,047 | 1,511 | 0,002 | 7,000 | 7,054 | 7,000 | 7,000 |
| \$USD Equivalent Net interest income (teb) Non-interest revenue | 19 20 | 638 190 | 569 155 | 568 159 | 551 157 | 572 150 | 575 150 | 580 150 | 556 159 | 560 156 | 638 190 | 572 150 | 2,260 621 | 2,271 615 |
| Total revenue (teb) | 21 | 828 | 724 | 727 | 708 | 722 | 725 | 730 | 715 | 716 | 828 | 722 | 2.881 | 2.886 |
| Provision for credit losses | 22 | 47 | 33 | 15 | 14 | 33 | 42 | 52 | 48 | 20 | 47 | 33 | 95 | 162 |
| Net interest and non-interest revenue (teb), net of PCL | 23 | 781 | 691 | 712 | 694 | 689 | 683 | 678 | 667 | 696 | 781 | 689 | 2,786 | 2,724 |
| Non-interest expense | 24 | 531 | 488 | 478 | 467 | 471 | 477 | 473 | 468 | 484 | 531 | 471 | 1,904 | 1,902 |
| Income before taxes | 25 | 250 | 203 | 234 | 227 | 218 | 206 | 205 | 199 | 212 | 250 | 218 | 882 | 822 |
| Provision for income taxes (teb) | 26 | 68 | 45 | 59 | 60 | 57 | 54 | 55 | 56 | 58 | 68 | 57 | 221 | 223 |
| Net income | 27 | 182 | 158 | 175 | 167 | 161 | 152 | 150 | 143 | 154 | 182 | 161 | 661 | 599 |
| Adjusted net income | 28 | 191 | 168 | 186 | 177 | 172 | 163 | 162 | 155 | 166 | 191 | 172 | 703 | 646 |
| Revenue growth | 29 | 14.7 % | (0.0)% | (0.5)% | (0.8)% | 0.7 % | 2.3 % | 1.4 % | (2.4)% | (7.0)% | 14.7 % | 0.7 % | (0.2)% | (1.6)% |
| Adjusted non-interest expense | 30 | 518 | 475 | 464 | 453 | 457 | 461 | 456 | 452 | 466 | 518 | 457 | 1,849 | 1,835 |
| Adjusted non-interest expense growth | 31 | 13.5 % | 2.9 % | 1.7 % | 0.3 % | (2.1)% | 1.3 % | 1.1 % | 0.4 % | 2.7 % | 13.5 % | (2.1)% | 0.7 % | 1.4 % |
| Adjusted net income growth | 32 | 11.5 % | 2.8 % | 15.1 % | 14.4 % | 3.2 % | 45.2 % | 1.0 % | (5.2)% | (15.6)% | 11.5 % | 3.2 % | 8.7 % | 2.1 % |
| Net income growth | 33 | 13.1 % | 3.8 % | 17.0 % | 16.4 % | 4.4 % | 52.2 % | 1.9 % | (4.6)% | (15.3)% | 13.1 % | 4.4 % | 10.3 % | 3.5 % |
| Adjusted operating leverage | 34 | 1.2 % | (2.9)% | (2.2)% | (1.1)% | 2.8 % | 1.0 % | 0.3 % | (2.8)% | (9.7)% | 1.2 % | 2.8 % | (0.9)% | (3.0)% |
| Average assets | 35 | 76,097 | 70,605 | 70,826 | 70,813 | 71,035 | 70,049 | 68,990 | 67,649 | 65,183 | 76,097 | 71,035 | 70,820 | 67,970 |
| Average earning assets | 36 | 69,846 | 65,039 | 65,229 | 65,403 | 65,606 | 64,492 | 63,538 | 62,164 | 59,569 | 69,846 | 65,606 | 65,319 | 62,443 |
| Average net loans and acceptances: Personal | 37 | 22,337 | 23,266 | 23,719 | 24,026 | 24,441 | 24,854 | 25,353 | 25,354 | 25,566 | 22,337 | 24,441 | 23,861 | 25,281 |
| Commercial | 38 | 42,600 | 36,486 | 35,543 | 35,342 | 34,587 | 33,014 | 31,629 | 30,944 | 28,687 | 42,600 | 34,587 | 35,492 | 31,070 |
| Total average net loans and acceptances (1) | 39 | 64,937 | 59,752 | 59,262 | 59,368 | 59,028 | 57,868 | 56,982 | 56,298 | 54,253 | 64,937 | 59,028 | 59,353 | 56,351 |
| Average deposits: Personal | 40 41 | 38,950 25,981 | 37,482 26.029 | 37,361 24.323 | 37,467 24.182 | 37,147 24.599 | 37,444 23,709 | 37,653 | 37,710 | 37,911 | 38,950 | 37,147 | 37,364 | 37,679 |
| | | 25 UX1 | 26 H20 | ノム マンマ | 24 182 | 74 5uu | 23 /NU | 22.351 | 21.720 | 21,515 | 25.981 | 24,599 | 24.788 | 22,329 |
| Commercial Total average deposits | 42 | 64.931 | 63.511 | 61.684 | 61.649 | 61.746 | 61.153 | 60.004 | 59.430 | 59.426 | 64.931 | 61.746 | 62,152 | 60.008 |

| BMO WEALTH MANAGEMENT SUMMARY INCOME | | | | | | | | | | | BM | 10 👛 в | inancial (| Group |
|--|----------|-----------------|----------------|-----------------|-----------------|-----------------|------------------|------------------|-----------------|----------------|-----------------|-----------------|-----------------|-----------------|
| STATEMENT AND HIGHLIGHTS | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | YTD | YTD | Fiscal | Fiscal |
| (\$ millions except as noted) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2016 | 2015 | 2015 | 2014 |
| Not interest in come (tols) | 4 1 | 440 | 110 | 110 | 100 | 111 | 407 | 135 | 420 | 135 | 140 | 111 | 565 | 507 |
| Net interest income (teb) Non-interest revenue | 1 2 | 149 1,288 | 148 1,309 | 140 1,196 | 133 1,055 | 144 1,638 | 137 1,263 | 1,372 | 130 1,077 | 1,089 | 149 1,288 | 144 1,638 | 5,198 | 537 4,801 |
| Total revenue (teb) | 3 | 1,437 | 1,457 | 1,336 | 1,188 | 1,782 | 1,400 | 1,507 | 1,207 | 1,224 | 1,437 | 1,782 | 5,763 | 5,338 |
| Provision for credit losses | 4 | 2 | 1 | 3 | 1 | 2 | (1) | (3) | 2 | (1) | 2 | 2 | 7 | (3) |
| Net interest and non-interest revenue (teb), net of PCL | 5 | 1,435 | 1,456 | 1,333 | 1,187 | 1,780 | 1,401 | 1,510 | 1,205 | 1,225 | 1,435 | 1,780 | 5,756 | 5,341 |
| Insurance claims, commissions and changes in policy benefit liabilities (CCPB) | 6 7 | 366 877 | 265 | 218 | 24 | 747 | 300 | 520 | 328 | 357 | 366 | 747 | 1,254 | 1,505 |
| Non-interest expense Income before taxes | 8 | 192 | 854 337 | 839 276 | 836 327 | 828 205 | 816 285 | 748 242 | 631 246 | 645 223 | 877 192 | 828 205 | 3,357 1,145 | 2,840 996 |
| Provision for income taxes (teb) | 9 | 44 | 94 | 66 | 89 | 46 | 60 | 53 | 54 | 49 | 44 | 46 | 295 | 216 |
| Net Income | 10 | 148 | 243 | 210 | 238 | 159 | 225 | 189 | 192 | 174 | 148 | 159 | 850 | 780 |
| Non-controlling interest in subsidiaries | 11 | 1 | 4 | 1 | - | - | 2 | 1 | - | - | 1 | - | 5 | 3 |
| Net income attributable to Bank shareholders | 12 | 147 | 239 | 209 | 238 | 159 | 223 | 188 | 192 | 174 | 147 | 159 | 845 | 777 |
| Adjusted net income | 13 14 | 176 154 | 271 214 | 233 177 | 265 169 | 186 155 | 252 135 | 211 163 | 198 137 | 182 | 176 154 | 186 155 | 955 715 | 843 557 |
| Traditional Wealth businesses net income Insurance net income | 15 | 22 | 214 57 | 56 | 96 | 31 | 117 | 48 | 61 | 122 60 | 22 | 31 | 715 240 | 286 |
| Adjusted return on equity (1) | 16 | 11.3 % | 18.0 % | 16.0 % | 19.0 % | 13.4 % | 19.4 % | 16.5 % | 24.4 % | 21.6 % | 11.3 % | 13.4 % | 16.6 % | 19.9 % |
| Return on equity (1) | 17 | 9.4 % | 16.1 % | 14.4 % | 17.0 % | 11.5 % | 17.4 % | 14.7 % | 23.7 % | 20.6 % | 9.4 % | 11.5 % | 14.8 % | 18.4 % |
| Revenue growth | 18 | (19.3)% | 4.1 % | (11.4)% | (1.5)% | 45.6 % | 14.7 % | 57.9 % | 9.0 % | 31.1 % | (19.3)% | 45.6 % | 8.0 % | 26.6 % |
| Revenue, net of CCPB | 19 | 1,071 | 1,192 | 1,118 | 1,164 | 1,035 | 1,100 | 987 | 879 | 867 | 1,071 | 1,035 | 4,509 | 3,833 |
| Revenue growth, net of CCPB | 20 | 3.5 % | 8.4 % | 13.1 % | 32.5 % | 19.3 % 793 | 5.8 % 783 | 13.9 % | 15.1 % | 11.4 % 635 | 3.5 % | 19.3 % 793 | 17.6 % | 11.2 % |
| Adjusted non-interest expense Adjusted non-interest expense growth | 21 22 | 841 6.0 % | 819 4.5 % | 808 12.6 % | 803 29.1 % | 793 24.9 % | 783 31.7 % | 718 24.2 % | 622 7.4 % | 12.7 % | 841 6.0 % | 793 24.9 % | 3,223 16.9 % | 2,758 19.1 % |
| Non-interest expense growth | 23 | 5.9 % | 4.5 % | 12.0 % | 32.6 % | 28.3 % | 35.2 % | 24.2 % | 7.4 % | 12.7 % | 5.9 % | 28.3 % | 18.2 % | 20.8 % |
| Adjusted efficiency ratio (teb), net of CCPB | 24 | 78.5 % | 68.7 % | 72.3 % | 69.0 % | 76.7 % | 71.2 % | 72.7 % | 70.8 % | 73.2 % | 78.5 % | 76.7 % | 71.5 % | 71.9 % |
| Efficiency ratio (teb), net of CCPB | 25 | 81.9 % | 71.6 % | 75.1 % | 71.8 % | 80.0 % | 74.2 % | 75.7 % | 71.8 % | 74.4 % | 81.9 % | 80.0 % | 74.5 % | 74.1 % |
| Adjusted operating leverage, net of CCPB | 26 | (2.5)% | 3.9 % | 0.5 % | 3.4 % | (5.6)% | (25.9)% | (10.3)% | 7.7 % | (1.3)% | (2.5)% | (5.6)% | 0.7 % | (7.9)% |
| Operating leverage | 27 | (25.2)% | (0.5)% | (23.7)% | (34.1)% | 17.3 % | (20.5)% | 30.7 % | 1.8 % | 18.2 % | (25.2)% | 17.3 % | (10.2)% | 5.8 % |
| Adjusted net income growth | 28 | (4.9)% | 8.1 % | 9.5 % | 33.9 % | 2.3 % | (20.9)% | (4.9)% | 35.9 % | 8.1 % | (4.9)% | 2.3 % | 13.3 % | (1.3)% |
| Net income growth Average common equity (1) | 29 30 | (6.8)% 6.144 | 8.2 % 5,864 | 10.6 % 5,712 | 24.0 % 5,711 | (8.7)% 5,468 | (27.7)% 5,059 | (12.3)% 5,025 | 38.3 % 3,306 | 7.5 % 3,305 | (6.8)% 6,144 | (8.7)% 5,468 | 8.9 % 5,688 | (5.7)% 4,181 |
| Average assets | 31 | 30,548 | 30,152 | 29,452 | 29,173 | 27,813 | 26,939 | 26,243 | 23,589 | 23,098 | 30,548 | 27,813 | 29,147 | 24,980 |
| Average net loans and acceptances | 32 | 16,206 | 15,374 | 14,762 | 14,202 | 13,851 | 13,285 | 13,006 | 12,859 | 12,620 | 16,206 | 13,851 | 14,550 | 12,943 |
| Average deposits | 33 | 28,911 | 28,030 | 27,571 | 27,308 | 26,595 | 25,217 | 24,458 | 24,755 | 25,211 | 28,911 | 26,595 | 27,377 | 24,912 |
| Assets under administration | 34 | 469,458 | 465,742 | 474,142 | 445,306 | 451,612 | 414,547 | 401,917 | 398,683 | 390,062 | 469,458 | 451,612 | 465,742 | 414,547 |
| Assets under management | 35 | 394,165 | 397,959 | 404,905 | 387,666 | 399,903 | 379,606 | 374,385 | 213,263 | 207,318 | 394,165 | 399,903 | 397,959 | 379,606 |
| Number of full-time equivalent employees | 36 | 6,536 | 6,497 | 6,778 | 6,750 | 6,705 | 6,649 | 6,687 | 5,876 | 5,864 | 6,536 | 6,705 | 6,497 | 6,649 |
| U.S. Segment Information (\$CAD equivalent) | | | | | | | | | | | | | | |
| Total revenue (teb) | 37 | 241 | 329 | 238 | 229 | 220 | 201 | 201 | 193 | 193 | 241 | 220 | 1,016 | 788 |
| Provision for credit losses | 38 39 | 240 | 2 327 | 1 237 | (1) 230 | 1 219 | 201 | (5) 206 | 1 192 | (2) 195 | 240 | 1 219 | 1,013 | (6) 794 |
| Net interest and non-interest revenue (teb), net of PCL Non-interest expense | 39 40 | 240 | 327 212 | 203 | 202 | 219 | 218 | 206 171 | 192 | 170 | 240 | 219 | 1,013 818 | 794 721 |
| Income before taxes | 40 | 33 | 115 | 203 34 | 202 | 18 | (17) | 35 | 30 | 25 | 33 | 18 | 195 | 73 |
| Provision for income taxes (teb) | 42 | 6 | 46 | 9 | 9 | 4 | (9) | 8 | 9 | 7 | 6 | 4 | 68 | 15 |
| Net income | 43 | 27 | 69 | 25 | 19 | 14 | (8) | 27 | 21 | 18 | 27 | 14 | 127 | 58 |
| Adjusted net income | 44 | 32 | 75 | 30 | 25 | 20 | (3) | 33 | 27 | 23 | 32 | 20 | 150 | 80 |
| \$USD Equivalent | | | | | | | | | | | | | | |
| Net interest income (teb) | 45 | 35 | 34 | 35 | 34 | 38 | 34 | 34 | 31 | 33 | 35 | 38 | 141 | 132 |
| Non-interest revenue | 46 | 141 | 214 | 153 | 151 | 147 | 147 | 151 | 145 | 145 | 141 | 147 | 665 | 588 |
| Total revenue (teb) | 47 | 176 | 248 | 188 | 185 | 185 | 181 | 185 | 176 | 178 | 176 | 185 | 806 | 720 |
| Provision for credit losses | 48 | 1 | 1 | - | | 1 | - | (5) | 1 | (2) | 1 | 1 | 2 | (6) |
| Net interest and non-interest revenue (teb), net of PCL | 49 | 175 | 247 | 188 | 185 | 184 | 181 | 190 | 175 | 180 | 175 | 184 | 804 | 726 |
| Non-interest expense Income before taxes | 50 51 | 151 24 | 160 87 | 160 28 | 163 22 | 169 15 | 196 (15) | 157 33 | 148 27 | 157 23 | 151 24 | 169 15 | 652 152 | 658 68 |
| Provision for income taxes (teb) | 52 | 4 | 35 | 8 | 7 | 3 | (8) | 9 | 8 | 6 | 4 | 3 | 53 | 15 |
| Net income | 53 | 20 | 52 | 20 | 15 | 12 | (7) | 24 | 19 | 17 | 20 | 12 | 99 | 53 |
| Adjusted net income | 54 | 24 | 57 | 24 | 20 | 17 | (2) | 29 | 24 | 22 | 24 | 17 | 118 | 73 |
| Revenue growth | 55 | (5.0)% | 37.2 % | 1.7 % | 4.8 % | 3.9 % | (49.5)% | 3.6 % | 0.2 % | 2.8 % | (5.0)% | 3.9% | 11.9% | (18.7)% |
| Non-interest expense growth | 56 | (10.6)% | (18.0)% | 1.7 % | 10.3 % | 7.5 % | 32.9 % | 8.2 % | 0.8 % | 7.9 % | (10.6)% | 7.5% | (0.8)% | 12.5% |
| Average net loans and acceptances | 57 | 3,147 | 3,049 | 3,021 | 2,931 | 2,856 | 2,728 | 2,705 | 2,623 | 2,559 | 3,147 | 2,856 | 2,965 | 2,654 |
| Average deposits | 58 | 5,820 | 5,757 | 5,880 | 6,110 | 6,296 | 6,092 | 5,708 | 5,666 | 5,863 | 5,820 | 6,296 | 6,010 | 5,834 |

| BMO CAPITAL MARKETS SUMMARY INCOME | | | | | | | | | | | вм | ио 🕿 в | inancial (| Group |
|--|--------|------------|------------|--------------|--------------|------------|------------|------------|------------|------------|--------------|------------|----------------|---------------|
| STATEMENT AND HIGHLIGHTS | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | YTD | YTD | Fiscal | Fiscal |
| (\$ millions except as noted) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2016 | 2015 | 2015 | 2014 |
| | | | | | | | | | | | | | | |
| Net interest income (teb) | 1 | 429 | 363 | 307 | 274 | 388 | 261 | 328 | 327 | 259 | 429 | 388 | 1,332 | 1,175 |
| Non-interest revenue | 3 | 591 | 573 936 | 693 1,000 | 737 1,011 | 532 920 | 548 809 | 656 984 | 623 950 | 712 971 | 591 1.020 | 532 920 | 2,535 3,867 | 2,539 |
| Total revenue (teb) Provision for credit losses | ა 4 | 1,020 8 | (2) | 1,000 | 1,011 | 920 9 | (7) | (6) | (4) | (1) | 1,020 | 920 | 3,867 26 | 3,714 (18) |
| Net interest and non-interest revenue (teb), net of PCL | 5 | 1,012 | 938 | 986 | 1,006 | 911 | 816 | 990 | 954 | 972 | 1,012 | 911 | 3,841 | 3,732 |
| Non-interest and non-interest revenue (teb), het of 1 CL | 6 | 661 | 622 | 622 | 616 | 623 | 572 | 589 | 580 | 608 | 661 | 623 | 2,483 | 2,349 |
| Income before taxes | 7 | 351 | 316 | 364 | 390 | 288 | 244 | 401 | 374 | 364 | 351 | 288 | 1,358 | 1,383 |
| Provision for income taxes (teb) | 8 | 91 | 75 | 92 | 94 | 68 | 54 | 96 | 70 | 89 | 91 | 68 | 329 | 309 |
| Net income | 9 | 260 | 241 | 272 | 296 | 220 | 190 | 305 | 304 | 275 | 260 | 220 | 1,029 | 1,074 |
| Adjusted net income | 10 | 260 | 242 | 273 | 296 | 220 | 190 | 305 | 305 | 275 | 260 | 220 | 1,031 | 1,075 |
| Return on equity (1) | 11 | 13.2 % | 12.5 % | 15.6 % | 17.9 % | 13.6 % | 14.3 % | 22.4 % | 20.6 % | 18.7 % | 13.2 % | 13.6 % | 14.8 % | 19.1 % |
| Net interest margin on average earning assets (teb) | 12 | 0.66 % | 0.59 % | 0.51 % | 0.48 % | 0.65 % | 0.46 % | 0.58 % | 0.59 % | 0.48 % | 0.66 % | 0.65 % | 0.56 % | 0.53 % |
| Revenue growth | 13 | 10.9 % | 15.8 % | 1.7 % | 6.3 % | (5.2)% | 1.8 % | 14.5 % | 13.6 % | 8.7 % | 10.9 % | (5.2)% | 4.1 % | 9.8 % |
| Non-interest expense growth | 14 | 6.2 % | 8.6 % | 5.8 % | 6.1 % | 2.5 % | 8.8 % | 12.5 % | 13.4 % | 16.0 % | 6.2 % | 2.5 % | 5.7 % | 12.7 % |
| Efficiency ratio (teb) | 15 | 64.8 % | 66.4 % | 62.3 % | 60.9 % | 67.7 % | 70.8 % | 59.8 % | 61.1 % | 62.6 % | 64.8 % | 67.7 % | 64.2 % | 63.3 % |
| Operating leverage | 16 | 4.7 % | 7.2 % | (4.1)% | 0.2 % | (7.7)% | (7.0)% | 2.0 % | 0.2 % | (7.3)% | 4.7 % | (7.7)% | (1.6)% | (2.9)% |
| Adjusted net income growth | 17 | 18.3 % | 26.6 % | (10.6)% | (2.6)% | (20.1)% | (11.8)% | 14.0 % | 17.0 % | (7.0)% | 18.3 % | (20.1)% | (4.2)% | 3.4 % |
| Net income growth | 18 | 18.4 % | 26.4 % | (10.6)% | (2.6)% | (20.1)% | (11.7)% | 14.2 % | 17.2 % | (7.1)% | 18.4 % | (20.1)% | (4.2)% | 3.5 % |
| Average common equity (1) | 19 | 7,294 | 7,144 | 6,562 | 6,463 | 5,980 | 5,052 | 5,228 | 5,818 | 5,604 | 7,294 | 5,980 | 6,538 | 5,422 |
| Average assets | 20 | 311,775 | 295,710 | 287,168 | 289,591 | 287,265 | 262,937 | 257,121 | 263,613 | 253,765 | 311,775 | 287,265 | 289,936 | 259,324 |
| Average earning assets | 21 | 257,905 | 244,528 | 238,671 | 235,156 | 237,186 | 225,414 | 222,549 | 226,120 | 215,919 | 257,905 | 237,186 | 238,916 | 222,471 |
| Average net loans and acceptances | 22 | 44,043 | 41,104 | 37,286 | 35,837 | 34,184 | 30,661 | 30,710 | 29,964 | 27,476 | 44,043 | 34,184 | 37,113 | 29,701 |
| Average deposits | 23 | 155,964 | 147,493 | 141,600 | 136,155 | 138,744 | 132,708 | 132,846 | 136,952 | 130,342 | 155,964 | 138,744 | 141,038 | 133,181 |
| Number of full-time equivalent employees | 24 | 2,192 | 2,184 | 2,276 | 2,228 | 2,255 | 2,267 | 2,257 | 2,201 | 2,173 | 2,192 | 2,255 | 2,184 | 2,267 |
| U.S. Segment Information (\$CAD equivalent) | | | | | | | | | | | | | | |
| Total revenue (teb) | 25 | 371 | 360 | 335 | 370 | 314 | 281 | 294 | 317 | 369 | 371 | 314 | 1,379 | 1,261 |
| Provision for credit losses | 26 | 12 | (3) | 16 | 5 | 10 | (5) | (4) | (3) | 505 | 12 | 10 | 28 | (12) |
| Net interest and non-interest revenue (teb), net of PCL | 27 | 359 | 363 | 319 | 365 | 304 | 286 | 298 | 320 | 369 | 359 | 304 | 1,351 | 1,273 |
| Non-interest expense | 28 | 296 | 299 | 281 | 274 | 262 | 236 | 246 | 244 | 244 | 296 | 262 | 1,116 | 970 |
| Income before taxes | 29 | 63 | 64 | 38 | 91 | 42 | 50 | 52 | 76 | 125 | 63 | 42 | 235 | 303 |
| Provision for income taxes (teb) | 30 | 16 | 12 | 9 | 28 | 8 | 14 | 11 | 11 | 32 | 16 | 8 | 57 | 68 |
| Net income | 31 | 47 | 52 | 29 | 63 | 34 | 36 | 41 | 65 | 93 | 47 | 34 | 178 | 235 |
| \$USD Equivalent | | | | | | | | | | | | | | |
| Net interest income (teb) | 32 | 103 | 93 | 80 | 73 | 82 | 83 | 77 | 81 | 83 | 103 | 82 | 328 | 324 |
| Non-interest revenue | 33 | 167 | 179 | 185 | 224 | 183 | 170 | 195 | 206 | 259 | 167 | 183 | 771 | 830 |
| Total revenue (teb) | 34 | 270 | 272 | 265 | 297 | 265 | 253 | 272 | 287 | 342 | 270 | 265 | 1,099 | 1,154 |
| Provision for credit losses | 35 | 9 | (2) | 13 | 4 | 8 | (5) | (3) | (3) | - | 9 | 8 | 23 | (11) |
| Net interest and non-interest revenue (teb), net of PCL | 36 | 261 | 274 | 252 | 293 | 257 | 258 | 275 | 290 | 342 | 261 | 257 | 1,076 | 1,165 |
| Non-interest expense | 37 | 215 | 227 | 222 | 221 | 220 | 212 | 228 | 221 | 226 | 215 | 220 | 890 | 887 |
| Income before taxes | 38 | 46 | 47 | 30 | 72 | 37 | 46 | 47 | 69 | 116 | 46 | 37 | 186 | 278 |
| Provision for income taxes (teb) | 39 | 12 | 8 | 7 | 21 | 8 | 14 | 8 | 10 | 30 | 12 | 8 | 44 | 62 |
| Net income | 40 | 34 | 39 | 23 | 51 | 29 | 32 | 39 | 59 | 86 | 34 | 29 | 142 | 216 |
| Revenue growth | 41 | 2.2% | 7.5% | (2.8)% | 3.6% | (22.6)% | (6.4)% | 17.4% | 13.0% | 20.5% | 2.2 % | (22.6)% | (4.8)% | 11.0 % |
| Non-interest expense growth | 42 | (2.2)% | 6.7% | (2.4)% | (0.4)% | (2.4)% | 2.3% | 10.7% | 8.6% | 9.6% | (2.2)% | (2.4)% | 0.3 % | 7.8 % |
| Average assets | 43 | 85,970 | 85,610 | 85,101 | 83,504 | 85,228 | 88,323 | 91,576 | 90,929 | 84,847 | 85,970 | 85,228 | 84,872 | 88,902 |
| Average earning assets | 44 | 78,730 | 78,253 | 77,802 | 74,226 | 76,161 | 80,529 | 83,201 | 81,511 | 74,641 | 78,730 | 76,161 | 76,630 | 79,958 |
| Average net loans and acceptances | 45 | 13,749 | 12,603 | 10,778 | 10,507 | 10,229 | 9,592 | 10,032 | 9,552 | 9,010 | 13,749 | 10,229 | 11,034 | 9,547 |
| Average deposits | 46 | 55,769 | 55,134 | 55,586 | 54,394 | 58,603 | 57,254 | 58,469 | 60,348 | 55,030 | 55,769 | 58,603 | 55,942 | 57,754 |

⁽¹⁾ Operating groups have been allocated capital at a higher level in 2016, 2015 and 2014.

| CORPORATE SERVICES, INCLUDING TECHNOLO SUMMARY INCOME | OGY AND | OPERATIO | NS | | | | | | | | В | мо 🔷 і | Financial (| Group |
|--|-----------|---------------|-------------------|------------------|-------------------|--------------------|--------------|-----------------|-------------------|---------------|---------------|-------------------|-------------------|----------------|
| STATEMENT AND HIGHLIGHTS (\$ millions except as noted) | LINE # | 2016 Q1 | 2015 Q4 | 2015 Q3 | 2015 Q2 | 2015 Q1 | 2014 Q4 | 2014 Q3 | 2014 Q2 | 2014 Q1 | YTD 2016 | YTD 2015 | Fiscal 2015 | Fiscal 2014 |
| Net interest income (teb) before Group teb offset | 1 | (69) | (69) | (43) | (96) | (44) | 7 | (49) | (31) | (9) | (69) | (44) | (252) | (82) |
| Group teb offset (1) | 2 | (160) | (120) | (114) | (100) | (190) | (99) | (154) | (138) | (85) | (160) | (190) | (524) | (476) |
| Net interest income | 3 | (229) | (189) | (157) | (196) | (234) | (92) | (203) | (169) | (94) | (229) | (234) | (776) | (558) |
| Non-interest revenue | 4 | `(17) | `112 [′] | 30 | ` 39 [′] | 98 | 65 | ` 20 | ` 56 [′] | 25 | `(17) | ` 98 [′] | `279 [′] | 166 |
| Total revenue | 5 | (246) | (77) | (127) | (157) | (136) | (27) | (183) | (113) | (69) | (246) | (136) | (497) | (392) |
| Provision for credit losses | 6 | (32) | (25) | 15 | (6) | (20) | 2 | (47) | (19) | (59) | (32) | (20) | (36) | (123 |
| Net interest and non-interest revenue, net of PCL | 7 | (214) | (52) | (142) | (151) | (116) | (29) | (136) | (94) | (10) | (214) | (116) | (461) | (269 |
| Non-interest expense Income before taxes | 8 9 | 130 (344) | 126 (178) | 59 (201) | 269 (420) | 159 (275) | 150 (179) | (237) | 102 (196) | (127) | (344) | 159 (275) | (1,074) | 470 (739 |
| Provision for income taxes (teb) before Group teb offset | 10 | (64) | (178) | (19) | (93) | (11) | (40) | (29) | (190) | (127) | (64) | (11) | (1,074) | (739 |
| Group teb offset (1) | 11 | (160) | (120) | (114) | (100) | (190) | (99) | (154) | (138) | (85) | (160) | (190) | (524) | (476 |
| Provision for income taxes | 12 | (224) | (139) | (133) | (193) | (201) | (139) | (183) | (139) | (86) | (224) | (201) | (666) | (547 |
| Net Income | 13 | (120) | (39) | (68) | (227) | (74) | (40) | (54) | (57) | (41) | (120) | (74) | (408) | (192 |
| Non-controlling interest in subsidiaries | 14 | 7 | ` 4 | ` 6 [′] | ` 6 [°] | `14 [′] | 11 | 15 | 14 | 13 | 7 | `14 [′] | 30 | 53 |
| Net income attributable to Bank shareholders | 15 | (127) | (43) | (74) | (233) | (88) | (51) | (69) | (71) | (54) | (127) | (88) | (438) | (245 |
| Adjusted net income | 16 | (52) | (33) | (68) | (121) | (74) | (40) | (54) | (57) | (41) | (52) | (74) | (296) | (192 |
| Adjusted revenue | 17 | (162) | (75) | (127) | (157) | (136) | (27) | (183) | (113) | (69) | (162) | (136) | (495) | (392 |
| Adjusted non-interest expense | 18 | 119 | 121 | 59 | 120 | 159 | 150 | 101 | 102 | 117 | 119 | 159 | 459 | 470 |
| Adjusted provision for credit losses | 19 20 | (32) 3,555 | (25) 4,885 | 15 3,635 | (6) 4,487 | (20) 3,250 | 2 5,015 | (47) | (19) 5,035 | (59) 4,379 | (32) 3,555 | (20) 3,250 | (36) 4.061 | (123 4,667 |
| Average common equity (2) Average assets | 20 | 63,209 | 63,195 | 57,955 | 59,302 | 56,453 | 46,517 | 4,250 43,637 | 43,572 | 45,196 | 63,209 | 56,453 | 59,226 | 44,738 |
| Average earning assets | 22 | 49,555 | 49,846 | 45,085 | 44,293 | 41,945 | 34,994 | 31,451 | 32,685 | 34,560 | 49,555 | 41,945 | 45,301 | 33,428 |
| Average deposits | 23 | 59,343 | 60,033 | 56,210 | 56,263 | 52,513 | 52,837 | 50,457 | 49,096 | 47,332 | 59,343 | 52,513 | 56,254 | 49,937 |
| Number of full-time equivalent employees | 24 | 14,355 | 14,369 | 14,642 | 14,475 | 14,456 | 14,232 | 14,169 | 13,874 | 13,745 | 14,355 | 14,456 | 14,369 | 14,232 |
| U.S. Segment Information (\$CAD equivalent) | | | | , | · | · | | , | | | | , | · | |
| Total revenue | 25 | (50) | (29) | (27) | (45) | (7) | (39) | (24) | 14 | 10 | (50) | (7) | (108) | (39) |
| Provision for credit losses | 26 | (93) | (72) | 13 | (41) | 2 | (26) | (28) | (25) | (50) | (93) | 2 | (98) | (129) |
| Net interest and non-interest revenue, net of PCL | 27 | 43 | 43 79 | (40) | (4) | (9) | (13) | 4 | 39 | 60 | 43 | (9) | (10) | 90 |
| Non-interest expense Income before taxes | 28 29 | 42 | (36) | 56 (96) | 101 (105) | 100 (109) | 95 (108) | 91 (87) | (50) | 50 10 | 42 | (109) | 336 (346) | 325 (235 |
| Provision for income taxes (teb) before Group teb offset | 30 | 17 | (2) | (19) | (41) | (44) | (39) | (21) | (18) | 3 | 17 | (44) | (106) | (235 |
| Group teb offset (1) | 31 | (18) | (15) | (15) | (13) | (13) | (11) | (10) | (10) | (10) | (18) | (13) | (56) | (41 |
| Provision for income taxes | 32 | (1) | (17) | (34) | (54) | (57) | (50) | (31) | (28) | (7) | (1) | (57) | (162) | (116 |
| Net Income | 33 | 2 | (19) | (62) | (51) | (52) | (58) | (56) | (22) | 17 | 2 | (52) | (184) | (119 |
| Non-controlling interest in subsidiaries | 34 | - | - | - | - | - | - | - | - | - | - | - | - | ` - |
| Net income attributable to Bank shareholders | 35 | 2 | (19) | (62) | (51) | (52) | (58) | (56) | (22) | 17 | 2 | (52) | (184) | (119 |
| Adjusted net income | 36 | (30) | (45) | (62) | (41) | (38) | (74) | (42) | (26) | 23 | (30) | (38) | (186) | (119 |
| Adjusted revenue | 37 | (50) | (29) | (27) | (45) | (7) | (39) | (24) | 14 | 10 | (50) | (7) | (108) | (39 |
| Adjusted non-interest expense | 38 | 32 | 75 | 56 | 50 | 100 | 95 | 91 | 89 | 50 | 32 | 100 | 281 | 325 |
| Adjusted provision for credit losses | 39 | (32) | (25) | 15 | (6) | (20) | 2 | (48) | (20) | (59) | (32) | (20) | (36) | (125 |
| \$USD Equivalent | | | | | | | | | | | | | | |
| Net interest income (teb) before Group teb offset | 40 | (48) | (42) | (30) | (53) | (23) | (45) | (37) | (21) | 9 | (48) | (23) | (148) | (94 |
| Group teb offset (1) | 41 | (13) | (11) | (11) | (11) | (11) | (9) | (9) | (10) | (9) | (13) | (11) | (44) | (37 |
| Net interest income | 42 | (61) | (53) | (41) | (64) | (34) | (54) | (46) | (31) | - | (61) | (34) | (192) | (131 |
| Non-interest revenue | 43 | 24 | 33 | 17 | 29 | 28 | 20 | 24 | 44 | 11 | 24 | 28 | 107 | 99 |
| Total revenue | 44 | (37) | (20) | (24) | (35) | (6) | (34) | (22) | 13 | 11 | (37) | (6) | (85) | (32 |
| Provision for credit losses | 45 | (67) | (56) | 11 | (33) | (1) | (23) | (26) | (23) | (48) | (67) | (1) | (79) | (120 |
| Net interest and non-interest revenue, net of PCL | 46 | 30 | 36 | (35) | (2) | (5) | (11) | 4 | 36 | 59 | 30 | (5) | (6) | 88 |
| Non-interest expense | 47 48 | 31 | (25) | 46 (91) | (84) | 83 | (07) | 85 | 80 | 12 | 31 | 83 | (272) | 298 |
| Income before taxes Provision for income taxes (teb) before Group teb offset | 48 49 | (1) 11 | (25) | (81) (20) | (84) (32) | (88) (35) | (97) (36) | (81) (19) | (44) (15) | 4 | (1) 11 | (88) (35) | (278) (87) | (210 (66 |
| Group teb offset (1) | 50 | (13) | (11) | (11) | (32) | (35) | (36) | (19) | (10) | (9) | (13) | (11) | (44) | (37 |
| Provision for income taxes | 50 | (2) | (11) | (31) | (43) | (46) | (45) | (28) | (25) | (5) | (2) | (46) | (131) | (103 |
| Net Income | 52 | 1 | (11) | (50) | (41) | (42) | (52) | (53) | (19) | 17 | 1 | (42) | (147) | (103 |
| Non-controlling interest in subsidiaries | 53 | - 1 | - | (55) | - () | (· -) | - | - | (.5) | | | · · – / | - | (.07 |
| Net income attributable to Bank shareholders | 54 | 1 | (14) | (50) | (41) | (42) | (52) | (53) | (19) | 17 | 1 | (42) | (147) | (107 |
| Adjusted net income | 55 | (22) | (33) | (51) | (33) | (31) | (66) | (40) | (22) | 22 | (22) | (31) | (148) | (106 |
| Adjusted revenue | 56 | (37) | (20) | (24) | (35) | (6) | (34) | (22) | 13 | 11 | (37) | (6) | (85) | (32 |
| Adjusted non-interest expense | 57 | 24 | 58 | 46 | 41 | 83 | 86 | 85 | 80 | 47 | 24 | 83 | 228 | 298 |
| Adjusted provision for credit losses | 58 | (23) | (21) | 13 | (4) | (18) | 2 | (44) | (18) | (57) | (23) | (18) | (30) | (117 |
| Average assets | 59 | 28,004 | 29,784 | 27,435 | 25,963 | 25,400 | 24,035 | 21,977 | 21,798 | 24,540 | 28,004 | 25,400 | 27,155 | 23,098 |
| Average earning assets | 60 | 23,774 | 25,639 | 23,260 | 21,635 | 20,856 | 19,184 | 17,042 | 16,854 | 19,457 | 23,774 | 20,856 | 22,858 | 18,145 |

Average earning assets 60 | 23,774 | 2 (1) See Notes to Users: Taxable Equivalent Basis on page 1. (2) Operating groups have been allocated capital at a higher level in 2016, 2015 and 2014.

| NON-INTEREST REVENUE AND | | | | | | | | | | | ВМ | ю 🖀 в | inancial (| Group |
|---|--|--|---|--|--|---|---|---|--|--|--|---|--|---|
| TRADING REVENUE | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | YTD | YTD | Fiscal | Fiscal |
| | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2016 | 2015 | 2015 | 2014 |
| (\$ millions except as noted) | # | QI | Q4 | હડ | Q2 | QI | Q4 | QS | QZ | QI | 2010 | 2015 | 2015 | 2014 |
| Non-Interest Revenue | | | | | | | | | | | | | | |
| Securities commissions and fees | 1 | 227 | 227 | 224 | 225 | 225 | 221 | 228 | 226 | 219 | 227 | 225 | 901 | 894 |
| Deposit and payment service charges | 2 | 280 | 280 | 276 | 262 | 259 | 262 | 260 | 239 | 241 | 280 | 259 | 1,077 | 1,002 |
| Trading revenue | 3 | 227 | 206 | 269 | 319 | 193 | 198 | 231 | 246 | 274 | 227 | 193 | 987 | 949 |
| Lending fees | 4 | 211 | 191 | 195 | 181 | 170 | 171 | 169 | 171 | 169 | 211 | 170 | 737 | 680 |
| Card fees | 5 | 108 | 126 | 114 | 114 | 106 | 118 | 116 | 116 | 112 | 108 | 106 | 460 | 462 |
| Investment management and custodial fees | 6 | 391 | 384 | 398 | 391 | 379 | 362 | 353 | 289 | 282 | 391 | 379 | 1,552 | 1,286 |
| Mutual fund revenue | 7 | 346 | 349 | 355 | 353 | 320 | 303 | 299 | 236 | 227 | 346 | 320 | 1.377 | 1,065 |
| Underwriting and advisory fees | 8 | 166 | 146 | 207 | 182 | 171 | 166 | 238 | 149 | 191 | 166 | 171 | 706 | 744 |
| Securities gains, other than trading | 9 | 36 | 12 | 50 | 70 | 39 | 41 | 12 | 47 | 62 | 36 | 39 | 171 | 162 |
| Foreign exchange, other than trading | 10 | 60 | 31 | 46 | 33 | 62 | 47 | 40 | 38 | 54 | 60 | 62 | 172 | 179 |
| Insurance revenue | 11 | 443 | 388 | 342 | 210 | 822 | 489 | 614 | 441 | 464 | 443 | 822 | 1,762 | 2,008 |
| Investments in associates and joint ventures | 12 | 59 | 56 | 45 | 52 | 54 | 42 | 45 | 38 | 44 | 59 | 54 | 207 | 169 |
| Other | 13 | 41 | 275 | 78 | 74 | 90 | 84 | 68 | 108 | 71 | 41 | 90 | 517 | 331 |
| Total Non-Interest Revenue | 14 | 2.595 | 2.671 | 2.599 | 2.466 | 2.890 | 2.504 | 2.673 | 2.344 | 2.410 | 2.595 | 2.890 | 10.626 | 9.931 |
| Total Non-Interest Revenue. net of CCPB | 15 | 2,229 | 2,406 | 2,381 | 2,442 | 2,143 | 2,304 | 2,073 | 2.016 | 2,053 | 2,393 | 2,143 | 9,372 | 8,426 |
| Insurance revenue, net of CCPB | 16 | 77 | 123 | 124 | 186 | 75 | 189 | 94 | 113 | 107 | 77 | 75 | 508 | 503 |
| Non-interest revenue-to-total revenue, net of CCPB | 17 | 47.3 % | 51.0 % | 51.7 % | 54.2 % | 49.7 % | 50.8 % | 51.1 % | 49.9 % | 49.8 % | 47.3 % | 49.7 % | 51.7 % | 50.4 % |
| | | | | | | | | | | | | | | |
| Interest and Non-Interest Trading Revenue (teb) (1) | | | | | | | | | | | | | | |
| Interest rates | 18 | 132 | 111 | 126 | 116 | 69 | 21 | 90 | 75 | 139 | 132 | 69 | 422 | 325 |
| Interest rates Foreign exchange | 19 | 103 | 99 | 72 | 110 | 83 | 84 | 91 | 102 | 79 | 103 | 83 | 364 | 356 |
| Interest rates Foreign exchange Equities | 19 20 | 103 169 | 99 115 | 72 151 | 110 172 | 83 200 | 84 139 | 91 177 | 102 196 | 79 114 | 103 169 | 83 200 | 364 638 | 356 626 |
| Interest rates Foreign exchange Equities Commodities | 19 20 21 | 103 169 15 | 99 115 11 | 72 151 11 | 110 172 17 | 83 200 17 | 84 139 12 | 91 177 11 | 102 196 10 | 79 114 13 | 103 169 15 | 83 200 17 | 364 638 56 | 356 626 46 |
| Interest rates Foreign exchange Equities Commodities Other (2) | 19 20 21 22 | 103 169 15 4 | 99 115 11 8 | 72 151 11 3 | 110 172 17 (13) | 83 200 17 8 | 84 139 12 18 | 91 177 11 1 | 102 196 10 (5) | 79 114 13 (1) | 103 169 15 4 | 83 200 17 8 | 364 638 56 6 | 356 626 46 13 |
| Interest rates Foreign exchange Equities Commodities Other (2) Total (teb) | 19 20 21 22 23 | 103 169 15 4 | 99 115 11 8 344 | 72 151 11 3 363 | 110 172 17 (13) 402 | 83 200 17 8 377 | 84 139 12 18 274 | 91 177 11 1 370 | 102 196 10 (5) 378 | 79 114 13 (1) 344 | 103 169 15 4 | 83 200 17 8 377 | 364 638 56 6 1,486 | 356 626 46 13 |
| Interest rates Foreign exchange Equities Commodities Other (2) Total (teb) Teb offset | 19 20 21 22 23 24 | 103 169 15 4 423 | 99 115 11 8 344 106 | 72 151 11 3 363 | 110 172 17 (13) 402 85 | 83 200 17 8 377 177 | 84 139 12 18 274 | 91 177 11 1 370 | 102 196 10 (5) 378 128 | 79 114 13 (1) 344 74 | 103 169 15 4 423 142 | 83 200 17 8 377 177 | 364 638 56 6 1,486 467 | 356 626 46 13 1,366 433 |
| Interest rates Foreign exchange Equities Commodities Other (2) Total (teb) | 19 20 21 22 23 | 103 169 15 4 | 99 115 11 8 344 | 72 151 11 3 363 | 110 172 17 (13) 402 | 83 200 17 8 377 | 84 139 12 18 274 | 91 177 11 1 370 | 102 196 10 (5) 378 | 79 114 13 (1) 344 | 103 169 15 4 | 83 200 17 8 377 | 364 638 56 6 1,486 | 356 626 46 13 |
| Interest rates Foreign exchange Equities Commodities Other (2) Total (teb) Teb offset Total trading revenue | 19 20 21 22 23 24 | 103 169 15 4 423 | 99 115 11 8 344 106 | 72 151 11 3 363 | 110 172 17 (13) 402 85 | 83 200 17 8 377 177 | 84 139 12 18 274 | 91 177 11 1 370 | 102 196 10 (5) 378 128 | 79 114 13 (1) 344 74 | 103 169 15 4 423 142 | 83 200 17 8 377 177 | 364 638 56 6 1,486 467 | 356 626 46 13 1,366 433 |
| Interest rates Foreign exchange Equities Commodities Other (2) Total (teb) Teb offset | 19 20 21 22 23 24 25 | 103 169 15 4 423 142 281 | 99 115 11 8 344 106 238 | 72 151 11 3 363 99 264 | 110 172 17 (13) 402 85 317 | 83 200 17 8 377 177 200 | 84 139 12 18 274 | 91 177 11 1 370 143 227 | 102 196 10 (5) 378 128 250 | 79 114 13 (1) 344 74 270 | 103 169 15 4 423 142 281 | 83 200 17 8 377 177 200 | 364 638 56 6 1,486 467 1,019 | 356 626 46 13 1,366 433 933 |
| Interest rates Foreign exchange Equities Commodities Other (2) Total (teb) Teb offset Total trading revenue Reported as: | 19 20 21 22 23 24 25 | 103 169 15 4 423 142 281 | 99 115 11 8 344 106 | 72 151 11 3 363 | 110 172 17 (13) 402 85 | 83 200 17 8 377 177 | 84 139 12 18 274 88 186 | 91 177 11 1 370 | 102 196 10 (5) 378 128 | 79 114 13 (1) 344 74 270 | 103 169 15 4 423 142 | 83 200 17 8 377 177 | 364 638 56 6 1,486 467 | 356 626 46 13 1,366 433 933 |
| Interest rates Foreign exchange Equities Commodities Other (2) Total (teb) Teb offset Total trading revenue Reported as: Net interest income | 19 20 21 22 23 24 25 | 103 169 15 4 423 142 281 | 99 115 11 8 344 106 238 | 72 151 11 3 363 99 264 | 110 172 17 (13) 402 85 317 | 83 200 17 8 377 177 200 | 84 139 12 18 274 88 186 | 91 177 11 1 370 143 227 | 102 196 10 (5) 378 128 250 | 79 114 13 (1) 344 74 270 | 103 169 15 4 423 142 281 | 83 200 17 8 377 177 200 | 364 638 56 6 1,486 467 1,019 | 356 626 46 13 1,366 433 933 |
| Interest rates Foreign exchange Equities Commodities Other (2) Total (teb) Teb offset Total trading revenue Reported as: Net interest income Non-interest revenue - trading revenue | 19 20 21 22 23 24 25 26 27 | 103 169 15 4 423 142 281 | 99 115 11 8 344 106 238 | 72 151 11 3 363 99 264 | 110 172 17 (13) 402 85 317 | 83 200 17 8 377 177 200 | 84 139 12 18 274 88 186 | 91 177 11 1 370 143 227 | 102 196 10 (5) 378 128 250 | 79 114 13 (1) 344 74 270 | 103 169 15 4 423 142 281 | 83 200 17 8 377 177 200 | 364 638 56 6 1,486 467 1,019 | 356 626 46 13 1,366 433 933 417 949 1,366 |
| Interest rates Foreign exchange Equities Commodities Other (2) Total (teb) Teb offset Total trading revenue Reported as: Net interest income Non-interest revenue - trading revenue Total (teb) Teb offset | 19 20 21 22 23 24 25 26 27 28 | 103 169 15 4 423 142 281 196 227 423 | 99 115 11 8 344 106 238 138 206 344 | 72 151 11 3 363 99 264 94 269 363 | 110 172 17 (13) 402 85 317 83 319 | 83 200 17 8 377 177 200 184 193 377 | 84 139 12 18 274 88 186 76 198 274 | 91 177 11 1 370 143 227 139 231 370 | 102 196 10 (5) 378 128 250 132 246 378 | 79 114 13 (1) 344 74 270 70 274 344 74 | 103 169 15 4 423 142 281 196 227 423 | 83 200 17 8 377 177 200 | 364 638 56 6 1,486 467 1,019 499 987 1,486 | 356 626 46 13 1,366 433 933 417 949 1,366 433 |
| Interest rates Foreign exchange Equities Commodities Other (2) Total (teb) Teb offset Total trading revenue Reported as: Net interest income Non-interest revenue - trading revenue Total (teb) | 19 20 21 22 23 24 25 26 27 28 29 | 103 169 15 4 423 142 281 196 227 423 142 | 99 115 11 8 344 106 238 138 206 344 106 | 72 151 11 3 363 99 264 94 269 363 99 | 110 172 17 (13) 402 85 317 83 319 402 85 | 83 200 17 8 377 177 200 184 193 377 177 | 84 139 12 18 274 88 186 76 198 274 88 | 91 177 11 1 370 143 227 139 231 370 143 | 102 196 10 (5) 378 128 250 132 246 378 128 | 79 114 13 (1) 344 74 270 70 274 344 | 103 169 15 4 423 142 281 196 227 423 142 | 83 200 17 8 377 177 200 184 193 377 177 | 364 638 56 6 1,486 467 1,019 499 987 1,486 467 | 356 626 46 13 1,366 433 933 417 949 1,366 |
| Interest rates Foreign exchange Equities Commodities Other (2) Total (teb) Teb offset Total trading revenue Reported as: Net interest income Non-interest revenue - trading revenue Total (teb) Teb offset | 19 20 21 22 23 24 25 26 27 28 29 | 103 169 15 4 423 142 281 196 227 423 142 | 99 115 11 8 344 106 238 138 206 344 106 | 72 151 11 3 363 99 264 94 269 363 99 | 110 172 17 (13) 402 85 317 83 319 402 85 | 83 200 17 8 377 177 200 184 193 377 177 | 84 139 12 18 274 88 186 76 198 274 88 | 91 177 11 1 370 143 227 139 231 370 143 | 102 196 10 (5) 378 128 250 132 246 378 128 | 79 114 13 (1) 344 74 270 70 274 344 74 | 103 169 15 4 423 142 281 196 227 423 142 | 83 200 17 8 377 177 200 184 193 377 177 | 364 638 56 6 1,486 467 1,019 499 987 1,486 467 | 356 626 46 13 1,366 433 933 417 949 1,366 433 |

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

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

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

Equities includes institutional equities and equity derivatives.

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

⁽¹⁾ Trading revenues presented on a tax equivalent basis.(2) Includes the impact of run-off structured credit activities and hedging exposures in our structural balance sheet.

| | | | | | | | | | | | BM | ю 🌰 ̂ ғ | inancial (| Group |
|-------------------------------------|------|-------|-------|-------|-------|-------|-------|-------|------------|-------|-------|---------|------------|--------|
| NON-INTEREST EXPENSE | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | YTD | YTD | Fiscal | Fiscal |
| (\$ millions except as noted) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2016 | 2015 | 2015 | 2014 |
| Adjusted Non-Interest Expense (1) | | | | | | | | | | | | | | |
| Employee compensation | | I | | | | | | | | 1 | | | | |
| Salaries | 1 | 1,001 | 983 | 952 | 916 | 916 | 865 | 872 | 809 | 840 | 1.001 | 916 | 3.767 | 3,386 |
| Performance based compensation | 2 | 605 | 487 | 509 | 522 | 569 | 488 | 490 | 443 | 518 | 605 | 569 | 2,087 | 1,939 |
| Employee benefits | 2 | 289 | 244 | 260 | 267 | 297 | 214 | 232 | 239 | 223 | 289 | 297 | 1.068 | 908 |
| Total employee compensation | 4 | 1,895 | 1,714 | 1,721 | 1,705 | 1,782 | 1,567 | 1,594 | 1,491 | 1,581 | 1,895 | 1.782 | 6.922 | 6,233 |
| Premises and equipment | | 1,000 | 1,717 | 1,721 | 1,700 | 1,702 | 1,507 | 1,554 | 1,701 | 1,501 | 1,000 | 1,702 | 0,322 | 0,233 |
| Rental of real estate | 5 | 123 | 120 | 116 | 115 | 111 | 109 | 102 | 103 | 101 | 123 | 111 | 462 | 415 |
| Premises, furniture and fixtures | 6 | 64 | 102 | 60 | 65 | 60 | 58 | 43 | 64 | 96 | 64 | 60 | 287 | 261 |
| Property taxes | 7 | 11 | 8 | 11 | 10 | 10 | 9 | 10 | 10 | 10 | 11 | 10 | 39 | 39 |
| Computer and equipment | 8 | 352 | 351 | 330 | 343 | 318 | 356 | 314 | 275 | 248 | 352 | 318 | 1.342 | 1,193 |
| Total premises and equipment | 9 | 550 | 581 | 517 | 533 | 499 | 532 | 469 | 452 | 455 | 550 | 499 | 2,130 | 1,908 |
| Amortization of intangible assets | 10 | 68 | 67 | 65 | 60 | 56 | 56 | 65 | 62 | 59 | 68 | 56 | 248 | 242 |
| Other expenses | | | ٠. | | | | | | 0 - | | | | | |
| Communications | 11 | 74 | 80 | 76 | 83 | 75 | 70 | 73 | 78 | 68 | 74 | 75 | 314 | 289 |
| Business and capital taxes | 12 | 14 | 13 | 10 | 10 | 12 | 11 | 8 | 10 | 10 | 14 | 12 | 45 | 39 |
| Professional fees | 13 | 132 | 149 | 140 | 149 | 150 | 186 | 153 | 140 | 135 | 132 | 150 | 588 | 614 |
| Travel and business development | 14 | 149 | 174 | 146 | 137 | 142 | 165 | 136 | 122 | 119 | 149 | 142 | 599 | 542 |
| Other | 15 | 322 | 254 | 247 | 235 | 237 | 247 | 210 | 211 | 226 | 322 | 237 | 973 | 894 |
| Total other expenses | 16 | 691 | 670 | 619 | 614 | 616 | 679 | 580 | 561 | 558 | 691 | 616 | 2,519 | 2,378 |
| Total adjusted non-interest expense | 17 | 3,204 | 3,032 | 2,922 | 2,912 | 2,953 | 2,834 | 2,708 | 2,566 | 2,653 | 3,204 | 2,953 | 11,819 | 10,761 |
| Reported non-interest expense | 18 | 3,270 | 3,093 | 2,971 | 3,112 | 3,006 | 2,887 | 2,756 | 2,594 | 2,684 | 3,270 | 3,006 | 12,182 | 10,921 |

[[]Reported non-interest expense 18 | 3,270 | 3,093 2,971 3,112 3,006 2,887 2,756 2,594 2,684 | 3,270 3,006 (1) Adjusted non-interest expense excludes acquisition-related costs (including integration of the acquired business), restructuring costs and amortization of acquisition-related intangible assets.

| | | | | | | | | | | вмо | Financial | l Group |
|--|------|---------|---------|---------|---------|---------|---------|---------|-----------|---------|-----------|----------------------|
| BALANCE SHEET | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | INC/(D | EC) |
| (\$ millions) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | VS LAST | |
| As At Balances | | | | | | | | | | | | |
| As At Dalaites | | | | | | | | | | | | |
| Cash and Cash Equivalents | 1 | 38,961 | 40,295 | 48,722 | 40,403 | 44,360 | 28,386 | 38,250 | 35,082 | 34,112 | (5,399) | (12.2)% |
| Interest Bearing Deposits with Banks | 2 | 7,433 | 7,382 | 8,022 | 7,256 | 6,399 | 6,110 | 5,800 | 7,069 | 6,586 | 1,034 | 16.2 [°] % |
| Securities | 3 | 138,501 | 130,918 | 140,109 | 142,446 | 151,372 | 143,319 | 149,541 | 144,610 | 150,941 | (12,871) | (8.5)% |
| Securities borrowed or purchased under resale agreements Loans | 4 | 83,603 | 68,066 | 74,684 | 64,576 | 66,086 | 53,555 | 49,452 | 51,981 | 53,579 | 17,517 | 26.5 % |
| Residential mortgages | 5 | 107,026 | 105.918 | 104.547 | 101,839 | 102,073 | 101,013 | 99.484 | 97.632 | 97.321 | 4,953 | 4.9 % |
| Non-residential mortgages | 6 | 107,026 | 105,916 | 104,547 | 101,639 | 102,073 | 101,013 | 10,806 | 11,121 | 11,589 | 4,953 | 0.5 % |
| Consumer instalment and other personal | 7 | 65,886 | 65,598 | 65,702 | 64,273 | 65,301 | 64,143 | 64,286 | 64,571 | 64,610 | 585 | 0.5 % |
| Credit cards | 8 | 7,896 | 7,980 | 8,004 | 7,896 | 7,924 | 7,972 | 7,976 | 7,953 | 7,963 | (28) | (0.3)% |
| Businesses and governments | 9 | 154,994 | 134,095 | 131,080 | 121,614 | 122,099 | 110,028 | 105,006 | 105,371 | 100,807 | 32,895 | 26.9 % |
| Dusinesses and governments | 10 | 346,949 | 324,572 | 320,194 | 306,161 | 308,491 | 293,894 | 287,558 | 286,648 | 282,290 | 38,458 | 12.5 % |
| Allowance for credit losses | 11 | (1,951) | (1,855) | (1,811) | (1,758) | (1,847) | (1,734) | (1,768) | (1,850) | (1,747) | (104) | (5.7)% |
| Total net loans | 12 | 344,998 | 322,717 | 318,383 | 304,403 | 306,644 | 292,160 | 285,790 | 284.798 | 280,543 | 38,354 | 12.5 % |
| Other assets | | 0.1,000 | 0==, | 0.0,000 | 001,100 | 000,011 | 202,:00 | 200,.00 | 20 1,1 00 | 200,0.0 | 33,33 | 12.0 70 |
| Derivative instruments | 13 | 49.233 | 38.238 | 48.068 | 39.831 | 62.989 | 32.655 | 26.825 | 28.859 | 37.502 | (13,756) | (21.8)% |
| Customers' liability under acceptances | 14 | 11,345 | 11,307 | 10,796 | 11,453 | 10,986 | 10,878 | 9,651 | 9,906 | 9,207 | 359 | 3.3 % |
| Premises and equipment | 15 | 2,339 | 2,285 | 2,279 | 2,274 | 2,334 | 2,276 | 2,174 | 2,172 | 2,220 | 5 | 0.2 % |
| Goodwill | 16 | 6,787 | 6,069 | 6,111 | 5,646 | 5,900 | 5,353 | 5,253 | 3,994 | 4,052 | 887 | 15.0 % |
| Intangible assets | 17 | 2,306 | 2,208 | 2,227 | 2,136 | 2,214 | 2,052 | 2,020 | 1,554 | 1,558 | 92 | 4.2 % |
| Other | 18 | 13,787 | 12,396 | 13,041 | 12,851 | 13,126 | 11,915 | 12,076 | 12,020 | 12,362 | 661 | 5.0 % |
| Total Assets | 19 | 699,293 | 641,881 | 672,442 | 633,275 | 672,410 | 588,659 | 586,832 | 582,045 | 592,662 | 26,883 | 4.0 % |
| Deposits | | | | | | | | | | | | |
| Banks | 20 | 32,369 | 27.135 | 30.216 | 28.864 | 24.310 | 18.243 | 22.865 | 22.607 | 26.930 | 8.059 | 33.2 % |
| Businesses and governments | 21 | 282,353 | 263.618 | 272,549 | 254,738 | 262,272 | 239,139 | 243,808 | 238,915 | 240,347 | 20,081 | 7.7 % |
| Individuals | 22 | 156,114 | 147.416 | 144,852 | 140,629 | 143,196 | 135,706 | 132,550 | 132.485 | 131.116 | 12,918 | 9.0 % |
| Total deposits | 23 | 470,836 | 438,169 | 447,617 | 424,231 | 429,778 | 393,088 | 399,223 | 394,007 | 398,393 | 41,058 | 9.6 % |
| Other liabilities | | ., | , | 7 - | , - | -, | , | , | , , , , , | , | , | |
| Derivative instruments | 24 | 52,619 | 42,639 | 50,011 | 44,237 | 63,701 | 33,657 | 28,151 | 30,279 | 36,843 | (11,082) | (17.4)% |
| Acceptances | 25 | 11,345 | 11,307 | 10,796 | 11,453 | 10,986 | 10,878 | 9,651 | 9,906 | 9,207 | 359 | ` 3.3 [′] % |
| Securities sold but not yet purchased | 26 | 24,208 | 21,226 | 27,813 | 25,908 | 30,013 | 27,348 | 28,366 | 24,350 | 26,646 | (5,805) | (19.3)% |
| Securities lent or sold under repurchase agreements | 27 | 49,670 | 39,891 | 47,644 | 42,039 | 49,551 | 39,695 | 40,606 | 46,125 | 44,789 | 119 | 0.2 % |
| Other | 28 | 43,741 | 44,320 | 45,444 | 44,569 | 45,702 | 43,676 | 42,587 | 40,088 | 40,086 | (1,961) | (4.3)% |
| Subordinated debt | 29 | 5,250 | 4,416 | 4,433 | 4,435 | 4,964 | 4,913 | 3,948 | 3,965 | 3,983 | 286 | 5.8 % |
| Share capital | | | | | | | | | | | | |
| Preferred shares | 30 | 3,240 | 3,240 | 2,640 | 2,640 | 3,040 | 3,040 | 3,040 | 2,615 | 2,265 | 200 | 6.6 % |
| Common shares | 31 | 12,352 | 12,313 | 12,296 | 12,330 | 12,373 | 12,357 | 12,154 | 12,071 | 12,033 | (21) | (0.2)% |
| Contributed surplus | 32 | 298 | 299 | 302 | 303 | 303 | 304 | 310 | 313 | 316 | (5) | (1.5)% |
| Retained earnings | 33 | 19,409 | 18,930 | 18,281 | 17,765 | 17,489 | 17,237 | 16,724 | 16,155 | 15,617 | 1,920 | 11.0 % |
| Accumulated other comprehensive income (loss) | 34 | 6,286 | 4,640 | 4,681 | 2,878 | 4,027 | 1,375 | 991 | 1,100 | 1,425 | 2,259 | 56.1 % |
| Total shareholders' equity | 35 | 41,585 | 39,422 | 38,200 | 35,916 | 37,232 | 34,313 | 33,219 | 32,254 | 31,656 | 4,353 | 0.0 % |
| Non-controlling interest in subsidiaries | 36 | 39 | 491 | 484 | 487 | 483 | 1,091 | 1,081 | 1,071 | 1,059 | (444) | (91.9)% |
| Total Liabilities and Equity | 37 | 699,293 | 641,881 | 672,442 | 633,275 | 672,410 | 588,659 | 586,832 | 582,045 | 592,662 | 26,883 | 4.0 % |

| | | | | | | | | | | | mvo C | Financi | 1.0 |
|--|----------|---------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------------------|---------|---------------|---------------|----------|
| | | | | | | | | | | | ВМО | 19 memor | al Group |
| BALANCE SHEET | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | YTD | YTD | INC/ |
| (\$ millions) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2016 | 2015 | (DEC) |
| | | | | | | | | | | | | | |
| Average Daily Balances | | 1 | | | | | | | | | | | (2.2.0) |
| Cash resources | 1 | 53,655 | 60,000 | 51,808 | 48,934 | 48,632 | 47,359 | 40,903 | 40,099 | 41,420 | 53,655 | 48,632 | 10.3 % |
| Securities | 2 | 137,079 | 135,049 | 143,020 | 149,042 | 153,238 | 149,178 | 150,598 | 150,324 | 142,592 | 137,079 | 153,238 | (10.5)% |
| Securities borrowed or purchased under resale agreements | 3 | 96,466 | 81,792 | 76,298 | 69,707 | 66,583 | 55,992 | 53,549 | 57,251 | 55,883 | 96,466 | 66,583 | 44.9 % |
| Loans | | 400.000 | 405.050 | 100 0 10 | 101 705 | 101 100 | | 00.054 | .= | 00.070 | 400.000 | 404 400 | = 4.0/ |
| Residential mortgages | 4 | 106,692 | 105,376 | 103,043 | 101,705 | 101,499 | 99,993 | 98,251 | 97,095 | 96,876 | 106,692 | 101,499 | 5.1 % |
| Non-residential mortgages | 5 | 11,083 | 10,841 | 10,713 | 10,780 | 10,846 | 10,772 | 10,814 | 11,314 | 11,647 | 11,083 | 10,846 | 2.2 % |
| Consumer instalment and other personal | 6 | 66,106 | 65,731 | 65,144 | 64,650 | 64,659 | 64,090 | 64,300 | 64,533 | 64,110 | 66,106 | 64,659 | 2.2 % |
| Credit cards | 7 | 8,147 | 8,052 | 8,018 | 7,837 | 8,111 | 8,036 | 7,950 | 7,861 | 8,080 | 8,147 | 8,111 | 0.4 % |
| Businesses and governments | 8 | 148,343 | 133,082 | 125,233 | 121,619 | 116,021 | 106,734 | 104,468 | 103,042 | 95,939 | 148,343 | 116,021 | 27.9 % |
| | 9 | 340,371 | 323,082 | 312,151 | 306,591 | 301,136 | 289,625 | 285,783 | 283,845 | 276,652 | 340,371 | 301,136 | 13.0 % |
| Allowance for credit losses | 10 | (1,958) | (1,855) | (1,884) | (1,880) | (1,847) | (1,843) | (1,863) | (1,777) | (1,702) | (1,958) | (1,847) | (6.0)% |
| Total net loans | 11 | 338,413 | 321,227 | 310,267 | 304,711 | 299,289 | 287,782 | 283,920 | 282,068 | 274,950 | 338,413 | 299,289 | 13.1 % |
| Other assets | | | | | | | | | | | | | |
| Derivative instruments | 12 | 49,314 | 46,553 | 43,157 | 49,245 | 45,034 | 31,911 | 29,257 | 32,834 | 33,600 | 49,314 | 45,034 | 9.5 % |
| Customers' liability under acceptances | 13 | 11,434 | 11,040 | 11,768 | 11,201 | 10,687 | 10,781 | 10,423 | 9,560 | 8,891 | 11,434 | 10,687 | 7.0 % |
| Other | 14 | 27,668 | 26,790 | 26,347 | 28,600 | 27,450 | 24,403 | 24,768 | 22,624 | 22,820 | 27,668 | 27,450 | (3.3)% |
| Total Assets | 15 | 714,029 | 682,451 | 662,665 | 661,440 | 650,913 | 607,406 | 593,418 | 594,760 | 580,156 | 714,029 | 650,913 | 9.7 % |
| Deposits | | | | | | | | | | | | | |
| Banks | 16 | 32.116 | 30.736 | 27.490 | 26.657 | 24.138 | 22,438 | 23.225 | 27,337 | 24,949 | 32,116 | 24.138 | 33.0 % |
| Businesses and governments | 17 | 289,497 | 279,150 | 267,088 | 259,281 | 260,270 | 251,274 | 244,164 | 241,384 | 237,018 | 289,497 | 260,270 | 11.2 % |
| Individuals | 18 | 151.286 | 144.857 | 141.930 | 141.516 | 138.498 | 133.558 | 130.916 | 130.568 | 127.556 | 151.286 | 138.498 | 9.2 % |
| Total deposits | 19 | 472,899 | 454,743 | 436,508 | 427,454 | 422,906 | 407.270 | 398,305 | 399,289 | 389,523 | 472,899 | 422,906 | 11.8 % |
| Other liabilities | 10 | 472,000 | 404,740 | +00,000 | 427,404 | 722,000 | 401,210 | 000,000 | 000,200 | 000,020 | 472,000 | 422,000 | 11.0 /0 |
| Derivative instruments | 20 | 52.529 | 49.100 | 45.429 | 53.015 | 46.776 | 32.789 | 30,278 | 33.665 | 34,686 | 52.529 | 46.776 | 12.3 % |
| Acceptances | 21 | 11,434 | 11,040 | 11,768 | 11,201 | 10,687 | 10,781 | 10,423 | 9,560 | 8,891 | 11,434 | 10,687 | 7.0 % |
| Securities sold but not yet purchased | 22 | 24,632 | 25,629 | 28,396 | 27,951 | 32,584 | 29,952 | 29,269 | 28,180 | 25,751 | 24,632 | 32,584 | (24.4)% |
| Securities sold but not yet purchased Securities lent or sold under repurchase agreements | 23 | 62.818 | 53.151 | 54.600 | 54.206 | 53,191 | 44.696 | 46.810 | 48.105 | 44.750 | 62.818 | 53,191 | 18.1 % |
| Other | 23 | 44,200 | 45,037 | 44,503 | 44,994 | 43,996 | 42,651 | 40,796 | 39,081 | 40,772 | 44,200 | 43,996 | 0.5 % |
| Subordinated debt | 25 | 44,200 | 45,037 | 44,503 | 44,994 | 43,990 | 4,403 | 3,960 | 3,954 | 3.990 | 44,200 | 4,925 | (2.2)% |
| Shareholders' equity | 25 26 | 40,380 | 4,425 38,849 | 4,428 36,556 | 4,905 37,239 | 4,925 34,976 | 4,403 33,788 | 3,960 | 3,95 4 31,865 | 30,726 | 40,380 | 34,976 | 15.5 % |
| Non-controlling interest in subsidiaries | 26 27 | 40,380 321 | 38,849 477 | 36,556 477 | 37,239 475 | 34,976 872 | 33,788 1.076 | 32,496 1.081 | 1.061 | 1,067 | 40,380 321 | 34,976 872 | (63.2)% |
| | 28 | 714.029 | | | | | , | , | , | 580.156 | 714.029 | 650.913 | 9.7 % |
| Total Liabilities and Equity | 28 | 714,029 | 682,451 | 662,665 | 661,440 | 650,913 | 607,406 | 593,418 | 594,760 | 580,156 | 714,029 | 050,913 | 9.7 % |

| STATEMENT OF COMPREHENSIVE INCOME | | | | | | | | | | | BM | o 🌥 Fi | nancial C | Group |
|--|------|-------|-------|-------|------------------|-------|-------|-------|-------|-------|-------|-------------------|-----------|-------|
| STATEMENT OF SOME REFLECTIVE INCOME | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | YTD | YTD | Fiscal | Fisca |
| (\$ millions) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2016 | 2015 | 2015 | 201 |
| Net income | 1 | 1,068 | 1,214 | 1,192 | 999 | 1,000 | 1,070 | 1,126 | 1,076 | 1,061 | 1,068 | 1,000 | 4,405 | 4,333 |
| Other Comprehensive Income (Loss), net of taxes | | | | • | | , | • | • | • | , | , | • | , | |
| Items that may be subsequently reclassified to net income | | | | | | | | | | | | | | |
| Net change in unrealized gains (losses) on available-for-sale securities | | | | | | | | | | | | | | |
| Unrealized gains (losses) on available-for-sale securities arising during the period | 2 | 10 | (164) | 6 | (6) | (2) | (37) | 76 | 27 | (38) | 10 | (2) | (166) | 28 |
| Reclassification to earnings of (gains) in the period | 3 | (33) | (2) | (27) | (22) | (14) | (22) | (17) | (16) | (22) | (33) | (14) | (65) | (77 |
| | 4 | (23) | (166) | (21) | (28) | (16) | (59) | 59 | 11 | (60) | (23) | (16) | (231) | (49 |
| Net change in unrealized gains (losses) on cash flow hedges | | ` ' | ` ' | ` ′ | ` ' | ` ′ | ` ′ | | | ` ' | ` ' | ` ' | | |
| Gains (losses) on cash flow hedges arising during the period | 5 | 269 | 47 | 168 | (282) | 595 | 83 | 53 | (31) | 142 | 269 | 595 | 528 | 24 |
| Reclassification to earnings of (gains) on cash flow hedges | 6 | (14) | (10) | (13) | ` (9) | (25) | (25) | (25) | (23) | (25) | (14) | (25) | (57) | (98 |
| | 7 | 255 | 37 | 155 | (291) | 570 | 58 | 28 | (54) | 117 | 255 | 570 | 471 | 149 |
| Net gain (loss) on translation of net foreign operations | | | | | ` ' | | | | ` ' | | | | | |
| Unrealized gains (losses) on translation of net foreign operations | 8 | 1,623 | (35) | 1,866 | (1,128) | 2,484 | 578 | (98) | (278) | 1,176 | 1,623 | 2,484 | 3,187 | 1,378 |
| Unrealized gains (losses) on hedges of net foreign operations | 9 | (124) | (58) | (349) | 103 | (178) | (120) | ` _′ | (25) | (270) | (124) | (178) | (482) | (41 |
| | 10 | 1,499 | (93) | 1,517 | (1,025) | 2,306 | 458 | (98) | (303) | 906 | 1,499 | 2,306 | 2,705 | 963 |
| Items that will not be reclassified to net income | | | | | | | | | | | | | | |
| Gains (losses) on remeasurement of pension and other employee future benefit plans | 11 | (169) | 108 | 106 | 212 | (226) | (73) | (98) | 21 | 25 | (169) | (226) | 200 | (125 |
| Gains (losses) on remeasurement of own credit risk on financial liabilities designated at fair value | 12 | 84 | 73 | 46 | (17) | 18 | ` - | ` - | - | - | 84 | ` 18 [′] | 120 | • |
| | 13 | (85) | 181 | 152 | 195 | (208) | (73) | (98) | 21 | 25 | (85) | (208) | 320 | (125 |
| Other Comprehensive Income (Loss), net of taxes | 14 | 1,646 | (41) | 1,803 | (1,149) | 2,652 | 384 | (109) | (325) | 988 | 1,646 | 2,652 | 3,265 | 938 |
| Total Comprehensive Income (Loss) | 15 | 2,714 | 1,173 | 2,995 | (150) | 3,652 | 1,454 | 1,017 | 751 | 2,049 | 2,714 | 3,652 | 7,670 | 5,27 |
| Attributable to: | | | | | • | | | | | | | | | |
| Bank shareholders | 16 | 2,706 | 1,165 | 2,988 | (156) | 3,638 | 1,441 | 1,001 | 737 | 2,036 | 2,706 | 3,638 | 7,635 | 5,215 |
| Non-controlling interest in subsidiaries | 17 | 8 | 8 | 7 | ` 6 [′] | 14 | 13 | 16 | 14 | 13 | 8 | 14 | 35 | 5 |
| Total Comprehensive Income (Loss) | 18 | 2,714 | 1,173 | 2,995 | (150) | 3.652 | 1.454 | 1.017 | 751 | 2,049 | 2,714 | 3,652 | 7,670 | 5,27 |

| STATEMENT OF CHANGES IN EQUITY | | | | | | | | | | | BM | Ю 🌥 је | inancial (| Group |
|--|-----------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|---------------|-----------------|-----------------|-----------------|-----------------|------------------|-----------------|
| (\$ millions) | LINE # | 2016 Q1 | 2015 Q4 | 2015 Q3 | 2015 Q2 | 2015 Q1 | 2014 Q4 | 2014 Q3 | 2014 Q2 | 2014 Q1 | YTD 2016 | YTD 2015 | Fiscal 2015 | Fisca 2014 |
| Preferred Shares | | | | | | | | | | | | | | |
| Balance at beginning of period | 1 | 3,240 | 2,640 | 2,640 | 3,040 | 3,040 | 3,040 | 2,615 | 2,265 | 2,265 | 3,240 | 3,040 | 3,040 | 2,265 |
| Issued during the period | 2 | - | 600 | 350 | - | - | - | 700 | 500 | - | - | - | 950 | 1,200 |
| Redeemed during the period | 3 | - | | (350) | (400) | - | - | (275) | (150) | - | - | | (750) | (425) |
| Balance at End of Period | 4 | 3,240 | 3,240 | 2,640 | 2,640 | 3,040 | 3,040 | 3,040 | 2,615 | 2,265 | 3,240 | 3,040 | 3,240 | 3,040 |
| Common Shares | | | | | | | | | | | | | | |
| Balance at beginning of period | 5 | 12,313 | 12,296 | 12,330 | 12,373 | 12,357 | 12,154 | 12,071 | 12,033 | 12,003 | 12,313 | 12,357 | 12,357 | 12,003 |
| Issued under the Shareholder Dividend Reinvestment and Share Purchase Plan | 6 | - | 12,200 | - | - | 57 | 176 | 47 | - | - | - | 57 | 58 | 223 |
| Issued under the Stock Option plan | 7 | 39 | 16 | 4 | 15 | 16 | 27 | 36 | 38 | 30 | 39 | 16 | 51 | 131 |
| Repurchased for cancellation | 8 | - | | (38) | (58) | (57) | - | - | - | - | _ | (57) | (153) | |
| Balance at End of Period | 9 | 12,352 | 12,313 | 12,296 | 12,330 | 12,373 | 12,357 | 12,154 | 12,071 | 12,033 | 12,352 | 12,373 | 12,313 | 12,357 |
| | | | | | | | | | | | | | | |
| Contributed Surplus | 10 | 200 | 202 | 202 | 202 | 204 | 210 | 242 | 216 | 245 | 200 | 304 | 204 | 215 |
| Balance at beginning of period Stock option expense / exercised | 10 11 | 299 (2) | 302 (1) | 303 | 303 (1) | 304 2 | 310 (2) | 313 (3) | 316 (3) | 315 | 299 (2) | 2 | 304 | 315 (7) |
| Other | 12 | 1 | (2) | (1) | 1 | (3) | (4) | (3) | (3) | <u>'</u> | 1 | (3) | (5) | (4 |
| Balance at End of Period | 13 | 298 | 299 | 302 | 303 | 303 | 304 | 310 | 313 | 316 | 298 | 303 | 299 | 304 |
| | | | | | | | | | | | | | | |
| Retained Earnings | | | | | | | | | | | | | | |
| Balance at beginning of period | 14 | 18,930 | 18,281 | 17,765 | 17,489 | 17,237 | 16,724 | 16,155 | 15,617 | 15,087 | 18,930 | 17,237 | 17,237 | 15,087 |
| Net income attributable to bank shareholders | 15 | 1,060 | 1,206 | 1,185 | 993 | 986 | 1,057 | 1,110 | 1,062 | 1,048 | 1,060 | 986 | 4,370 | 4,277 |
| Dividends - Preferred shares | 16 | (41) | (30) | (23) | (31) | (33) | (37) | (28) | (27) | (28) | (41) | (33) | (117) | (120) |
| - Common shares | 17 18 | (540) | (527) | (527) (111) | (515) (171) | (518) (183) | (507) | (504) | (490) | (490) | (540) | (518) (183) | (2,087) (465) | (1,991) |
| Common shares repurchased for cancellation | 19 | - | - | ` ' | (171) | (103) | - | - | - | - | - | (103) | | - |
| Preferred shares repurchased for cancellation Share issue expense | 20 | | _ | (3) (5) | _ | _ | _ | (9) | (7) | | _ | _ | (3) (5) | (16 |
| Balance at End of Period | 21 | 19,409 | 18,930 | 18,281 | 17,765 | 17,489 | 17,237 | 16,724 | 16,155 | 15,617 | 19,409 | 17,489 | 18,930 | 17,237 |
| | | 10,100 | , | | | , | , | , | , | , | , | | , | |
| Accumulated Other Comprehensive Income (Loss) on Available-for-Sale Securities | | | | | | | | | | | | | | |
| Balance at beginning of period | 22 | (75) | 91 | 112 | 140 | 156 | 215 | 156 | 145 | 205 | (75) | 156 | 156 | 205 |
| Unrealized gains (losses) on available-for-sale securities arising during the period | 23 | 10 | (164) | 6 | (6) | (2) | (37) | 76 | 27 | (38) | 10 | (2) | (166) | 28 |
| Reclassification to earnings of (gains) in the period | 24 | (33) | (2) | (27) | (22) | (14) | (22) | (17) | (16) | (22) | (33) | (14) | (65) | (77) |
| Balance at End of Period | 25 | (98) | (75) | 91 | 112 | 140 | 156 | 215 | 156 | 145 | (98) | 140 | (75) | 156 |
| Accumulated Other Comprehensive Income (Loss) on Cash Flow Hedges | | | | | | | | | | | | | | |
| Balance at beginning of period | 26 | 612 | 575 | 420 | 711 | 141 | 83 | 55 | 109 | (8) | 612 | 141 | 141 | (8) |
| Gains (losses) on cash flow hedges arising during the period | 27 | 269 | 47 | 168 | (282) | 595 | 83 | 53 | (31) | 142 | 269 | 595 | 528 | 247 |
| Reclassification to earnings of (gains) in the period | 28 | (14) | (10) | (13) | (9) | (25) | (25) | (25) | (23) | (25) | (14) | (25) | (57) | (98) |
| Balance at End of Period | 29 | 867 | 612 | 575 | 420 | 711 | 141 | 83 | 55 | 109 | 867 | 711 | 612 | 141 |
| | | | | | | | | | | | | | | |
| Accumulated Other Comprehensive Income on Translation of Net Foreign Operations | | | | | | | | | | | | | | |
| Balance at beginning of period | 30 | 4,073 | 4,166 | 2,649 | 3,674 | 1,368 | 910 | 1,008 | 1,311 | 405 | 4,073 | 1,368 | 1,368 | 405 |
| Unrealized gains (losses) on translation of net foreign operations | 31 | 1,623 | (35) | 1,866 | (1,128) | 2,484 | 578 | (98) | (278) | 1,176 | 1,623 | 2,484 | 3,187 | 1,378 |
| Unrealized gains (losses) on hedges of net foreign operations | 32 | (124) | (58) | (349) | 103 | (178) | (120) | | (25) | (270) | (124) | (178) | (482) | (415 |
| Balance at End of Period | 33 | 5,572 | 4,073 | 4,166 | 2,649 | 3,674 | 1,368 | 910 | 1,008 | 1,311 | 5,572 | 3,674 | 4,073 | 1,368 |
| Accumulated Other Comprehensive (Loss) on Pension and Other Employee Future Benefit Plans | | | | | | | | | | | | | | |
| Balance at beginning of period | 34 | (90) | (198) | (304) | (516) | (290) | (217) | (119) | (140) | (165) | (90) | (290) | (290) | (165) |
| Gains (losses) on remeasurement of pension and other employee future benefit plans | 35 | (169) | 108 | 106 | 212 | (226) | (73) | (98) | 21 | 25 | (169) | (226) | 200 | (105) |
| Balance at End of Period | 36 | (259) | (90) | (198) | (304) | (516) | (290) | (217) | (119) | (140) | (259) | (516) | (90) | (290 |
| | | ,===/ | | | | ,/ | ,=/ | \= · · / | , · · · · / | , / | (===) | | | |
| Accumulated Other Comprehensive Income on Own Credit Risk Financial Liabilities Designated at Fa | air Value | | | | | | | | | | | | | |
| Balance at beginning of period | 37 | 120 | 47 | 1 | 18 | - | - | - | - | - | 120 | - | - | - |
| Gains (losses) on remeasurement of own credit risk on financial liabilities designated at fair value | 38 | 84 | 73 | 46 | (17) | 18 | - | - | - | - | 84 | 18 | 120 | = |
| Balance at End of Period | 39 | 204 | 120 | 47 | 1 | 18 | 4.075 | - 004 | - 4 400 | - 4.405 | 204 | 18 | 120 | |
| Total Accumulated Other Comprehensive Income (Loss) Total Shareholders' Equity | 40 41 | 6,286 41,585 | 4,640 39,422 | 4,681 38,200 | 2,878 35,916 | 4,027 37,232 | 1,375 34,313 | 991 33,219 | 1,100 32,254 | 1,425 31,656 | 6,286 41,585 | 4,027 37,232 | 4,640 39,422 | 1,375 34,313 |
| Non-controlling Interest in Subsidiaries | 41 | 41,000 | 35,422 | 30,200 | 35,910 | 31,232 | 34,313 | JJ,Z 19 | 32,234 | 31,000 | 41,000 | 31,232 | 35,422 | 34,313 |
| Balance at beginning of period | 42 | 491 | 484 | 487 | 483 | 1,091 | 1,081 | 1,071 | 1,059 | 1,072 | 491 | 1,091 | 1,091 | 1,072 |
| Net income attributable to non-controlling interest | 42 | 491 | 484 8 | 487 7 | 483 6 | 1,091 | 1,081 | 1,071 | 1,059 | 1,072 | 8 | 1,091 | 35 | 1,072 |
| Dividends to non-controlling interest | 44 | (10) | - | (10) | - | (27) | - | (26) | - | (26) | (10) | (27) | (37) | (52 |
| Acquisition during the quarter | 45 | (10) | - | (10) | - | (21) | - | 22 | - | (20) | (10) | (21) | (57) | 22 |
| | 46 | (450) | _ | _ | _ | (600) | _ | - | _ | - | (450) | (600) | (600) | |
| Redemption of capital trust securities | | | | | | | | | (0) | | ,, | , , | 2 | (7 |
| Redemption of capital trust securities Other | 47 | - | (1) | - | (2) | 5 | (3) | (2) | (2) | - | - | 5 | 2 | (1 |
| | 47 48 | 39 | (1) 491 | 484 | (2) 487 | 5 483 | (3) 1,091 | (2) 1,081 | 1,071 | 1,059 | 39 | 483 | 491 | 1,091 |

| | | | | | | | | | | | | ВМ | o 🙆 Fi | inancia | al Group |
|--|-----------------------------|----------------|-----------------|--------------|--------------|---------|-------|-----------|-----|----|-----|-------------|-----------|---------|------------|
| GOODWILL AND | | | | | | | | | | | | | | | |
| INTANGIBLE ASSETS | LINE | November 1 | Add | itions/Purcl | hases (1) | | | Amortizat | ion | | Oth | er: Include | es FX (2) | | January 31 |
| (\$ millions) | # | 2015 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | 2016 |
| Intangible Assets | | | | | | | | | | | | | | | <u> </u> |
| Customer relationships | 1 | 345 | 61 | - | - | - | (22) | - | - | - | 13 | - | - | - | 397 |
| Core deposit intangibles | 2 | 289 | - | - | - | - | (16) | - | - | - | 15 | - | - | - | 288 |
| Branch distribution networks | 3 | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Purchased software | 4 | 57 | - | - | - | - | (5) | - | - | - | 2 | - | - | - | 54 |
| Developed software - amortized | 5 | 780 | (232) | - | - | - | (63) | - | - | - | 308 | - | - | - | 793 |
| Software under development | 6 | 369 | 26 | - | - | - | - | - | - | - | 13 | - | - | - | 408 |
| Other | 7 | 368 | 3 | - | - | - | (5) | - | - | - | - | - | - | - | 366 |
| Total Intangible Assets | 8 | 2,208 | (142) | - | - | - | (111) | - | - | - | 351 | - | - | - | 2,306 |
| Total Goodwill | 9 | 6,069 | 409 | - | - | - | - | - | - | - | 309 | - | - | - | 6,787 |
| (1) Not additions/purchases include intangible assets as | quired through acquisitions | and accate acc | uired through t | ho normal o | ource of one | rations | | | | | | | | | |

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

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

| UNREALIZED GAINS (LOSSES) | | Fair Va | ılue | | | | Uı | nrealized G | ains (Losse | es) | | |
|---|----|------------|------------|------------|------------|------------|------------|-------------|-------------|------------|------------|------------|
| ON AVAILABLE-FOR-SALE SECURITIES | | 2016 Q1 | 2015 Q4 | 2016 Q1 | 2015 Q4 | 2015 Q3 | 2015 Q2 | 2015 Q1 | 2014 Q4 | 2014 Q3 | 2014 Q2 | 2014 Q1 |
| (\$ millions) | | QI | Q4 | Qı | Q4 | QЗ | QZ | QΙ | Q4 | QS | QZ | QΙ |
| Available-For-Sale Securities | | | | | | | | | | | | |
| Canadian governments | 10 | 13,722 | 12,895 | 163 | 99 | 204 | 167 | 370 | 122 | 128 | 101 | 116 |
| U.S. governments | 11 | 10,047 | 7,839 | 124 | 63 | 54 | 74 | 122 | 53 | 43 | 35 | 36 |
| Mortgage-backed securities - Canada (3) | 12 | 3,066 | 3,004 | 26 | 10 | 48 | 42 | 60 | 23 | 27 | 11 | 11 |
| - U.S. | 13 | 9,562 | 9,188 | 44 | 23 | 16 | 32 | 51 | 23 | 4 | 3 | 3 |
| Corporate debt | 14 | 8,430 | 7,955 | 67 | 46 | 79 | 112 | 169 | 89 | 83 | 107 | 129 |
| Corporate equity | 15 | 1,482 | 1,713 | 84 | 65 | 100 | 58 | 44 | 124 | 169 | 118 | 110 |
| Other governments | 16 | 6,012 | 5,412 | 15 | 8 | 18 | 24 | 34 | 16 | 11 | 8 | 5 |
| Total | 17 | 52,321 | 48,006 | 523 | 314 | 519 | 509 | 850 | 450 | 465 | 383 | 410 |

⁽³⁾ These mortgage-backed securities are supported by guaranteed mortgages.

| ASSETS UNDER ADMINISTRATION | | | | | | | | | | |
|-----------------------------|----|------------|------------|------------|------------|------------|------------|------------|------------|---------|
| AND MANAGEMENT | | 2016 Q1 | 2015 Q4 | 2015 Q3 | 2015 Q2 | 2015 Q1 | 2014 Q4 | 2014 Q3 | 2014 Q2 | 2014 |
| (\$ millions) | | Qı | Q4 | QS | QZ | QΙ | Q4 | પ્ર | QZ | Q1 |
| Assets Under Administration | | | | | | | | | | |
| Institutional (4) | 18 | 401,821 | 380,038 | 384,064 | 355,637 | 390,490 | 341,296 | 321,440 | 314,497 | 304,098 |
| Personal | 19 | 200,959 | 202,705 | 206,174 | 201,478 | 203,806 | 190,433 | 189,149 | 188,295 | 184,879 |
| Mutual Funds | 20 | 31,201 | 32,360 | 33,220 | 32,306 | 31,349 | 30,050 | 29,805 | 29,080 | 28,478 |
| Total | 21 | 633,981 | 615,103 | 623,458 | 589,421 | 625,645 | 561,779 | 540,394 | 531,872 | 517,455 |
| Assets Under Management | | | | | | | | | | |
| Institutional | 22 | 159,034 | 163,508 | 166,845 | 161,275 | 175,831 | 176,703 | 180,114 | 50,335 | 50,991 |
| Personal | 23 | 124,156 | 122,734 | 124,449 | 118,604 | 117,966 | 107,285 | 103,821 | 100,236 | 97,023 |
| Mutual Funds | 24 | 110,975 | 111,726 | 113,620 | 107,795 | 106,114 | 95,625 | 90,457 | 62,699 | 59,311 |
| Total | 25 | 394,165 | 397,968 | 404,914 | 387,674 | 399,911 | 379,613 | 374,392 | 213,270 | 207,325 |

⁽⁴⁾ Amounts include securitized residential mortgages, including replacement pools, and credit cards.

DEBT ISSUED BY BANK SPONSORED VEHICLES FOR THIRD PARTY ASSETS



| | | | Q1 2 | 016 | | | Q4 2 | 015 | | | Q3 20 | 15 | | | Q2 20 | 015 | |
|---|------|--------------|-------------|-------------|--------|--------------|-------------|-------------|--------|--------------|-------------|-------------|--------|--------------|-------------|-------------|-------|
| | | | | SIVs/Credit | | | | SIVs/Credit | | | | SIVs/Credit | | | | SIVs/Credit | |
| | LINE | Canadian | US | Protection | | Canadian | US | Protection | | Canadian | US | Protection | | Canadian | US | Protection | |
| (\$ millions except as noted) | # | Conduits (1) | Conduit (2) | Vehicles | Total | Conduits (1) | Conduit (2) | Vehicles | Total | Conduits (1) | Conduit (2) | Vehicles | Total | Conduits (1) | Conduit (2) | Vehicles | Total |
| Auto loans/leases | 1 | 2,010 | 1,824 | - | 3,834 | 1,630 | 1,651 | - | 3,281 | 1,822 | 1,539 | - | 3,361 | 1,496 | 875 | - | 2,371 |
| Credit card receivables | 2 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - ' |
| Residential mortgages (insured) | 3 | 1,361 | - | - | 1,361 | 1,518 | - | - | 1,518 | 1,458 | - | - | 1,458 | 1,386 | - | - | 1,386 |
| Residential mortgages (uninsured) | 4 | 53 | 1 | - | 54 | 173 | 2 | - | 175 | 245 | 2 | - | 247 | 120 | 3 | - | 123 |
| Commercial mortgages (uninsured) | 5 | - | 66 | - | 66 | - | 69 | - | 69 | - | 78 | - | 78 | - | 97 | - | 97 |
| Commercial mortgages (insured) | 6 | 96 | - | - | 96 | 89 | - | - | 89 | 96 | - | - | 96 | 97 | - | - | 97 |
| Equipment loans/leases | 7 | 318 | 243 | - | 561 | 171 | 369 | - | 540 | 400 | 351 | - | 751 | 298 | 286 | - | 584 |
| Trade receivables | 8 | - | 275 | - | 275 | - | 272 | - | 272 | - | 298 | - | 298 | - | 272 | - | 272 |
| Corporate loans | 9 | - | 8 | - | 8 | - | 16 | - | 16 | - | 32 | - | 32 | - | 136 | - | 136 |
| Daily auto rental | 10 | 103 | 279 | - | 382 | 130 | 240 | - | 370 | 355 | 333 | - | 688 | 152 | 272 | - | 424 |
| Floorplan finance receivables | 11 | 279 | 636 | - | 915 | 285 | 558 | - | 843 | 321 | 531 | - | 852 | 304 | 307 | - | 611 |
| Collateralized debt obligations | 12 | - | 47 | - | 47 | - | 47 | - | 47 | - | 59 | - | 59 | - | 58 | - | 58 |
| Other pool type (10) | 13 | 250 | 594 | - | 844 | 250 | 549 | - | 799 | 250 | 542 | - | 792 | 250 | 450 | - | 700 |
| Student loans | 14 | - | 1,638 | - | 1,638 | - | 1,716 | - | 1,716 | - | 1,775 | - | 1,775 | - | 1,518 | - | 1,518 |
| SIV assets (financial institutions debt and securitized assets) | 15 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - ' |
| Credit protection vehicle | 16 | - | - | 396 | 396 | - | - | 396 | 396 | - | - | 396 | 396 | - | - | 396 | 396 |
| Total | 17 | 4,470 | 5,611 | 396 | 10,477 | 4,246 | 5,489 | 396 | 10,131 | 4,947 | 5,540 | 396 | 10,883 | 4,103 | 4,274 | 396 | 8,773 |

(1) Canadian Conduit totals include amounts pertaining to a conduit that has been directly funded by the Bank (\$573.1 million as at Q1, 2016, \$573.2 million as at Q4, 2015, \$564.7 million as at Q3, 2015, and \$805.8 million as at Q2, 2015).

(2) US Conduit totals include amounts that have been directly funded by the Bank (\$123.5 million as at Q1, 2016, \$125.9 million as at Q4, 2015, \$146.7 million as at Q3, 2015, \$166.7 million as at Q2, 2015).

| ١G |
|-----|
| GR |
| П |
| GΑ |
| u: |
| A |
| M |
| ΝŪ |
| NT |
| o |
| 13 |
| 31 |
| Cι |
| JR |
| ш |
| 7 |
| ΑТ |
| Ю |
| м |
| п |
| Х |
| п |
| O: |
| SI |
| JI. |
| 13 |
| s |
| R |
| 4 |
| T/ |
| W |
| ΝE |
| т |
|) (|
| 01: |
| ₹∣ |
| ы |
| U: |
| ₹C |
| н |
| Α |
| SI |
| 7 |
| ш |
| ìΥ |
| / E |
| ж |
| Θ |
| O: |
| sι |
| Л |
| Π |
| Т |
| ΥF |
| 15 |
| |

| Credit card receivables (7) | | | | | | | | | | | | | | | | | | |
|--|-------|----|---|------------------------------|---------------|--------|---|------------------------------|---------------|--------|---|------------------------------|---------------|--------|---|------------------------------|---------------|--------|
| Committed Facilities and Facilitie | | | | Q1 20 | 116 | | | Q4 2 | 015 | | | Q3 2 | 015 | | | Q2 20 | 115 | |
| Bank Assets (6) Auto Ioannellaeses 18 - 3,947 - 3,947 - 4,265 - 4,265 - 4,932 - 4,932 - 5,227 - 5,2 Credit card receivables (7) 19 - 2,047 - 2,047 - 1,955 - 1,955 - 1,860 - 1,860 - 1,860 - 1,692 - 1,67 Credit card receivables (7) 19 - 2,047 - 2,047 - 1,955 - 1,955 - 1,860 - 1,8 | | | Committed Facilities and Notional | Facilities and Securities | | T-1-1 | Committed Facilities and Notional | Facilities and Securities | | Total | Committed Facilities and Notional | Facilities and Securities | | Taral | Committed Facilities and Notional | Facilities and Securities | | Tanal |
| Auto bans/leases | | | Amounts (3) | neid (4) | Positions (5) | Total | Amounts (3) | Held (4) | Positions (5) | Total | Amounts (3) | neid (4) | Positions (5) | Total | Amounts (3) | neid (4) | Positions (5) | Total |
| Credit card receivables (7) | | 40 | | 2.047 | | 2.047 | | 4.005 | | 4.005 | | 4 022 | | 4.022 | | 5 227 | | 5,227 |
| Total Bank Assets | | | - | | - | | | | - | | - | | - | | - | | - | 1.692 |
| Third Party Assets (8) Auto Dannisheases 21 3,499 2,910 - 6,409 3,118 2,148 - 5,266 2,698 2,014 - 4,712 2,066 1,587 - 3,6 2,000 2,00 | | | | | | | | | - | | | | - | | - | | - | 6,919 |
| Auto dansleases | | 20 | _ | 0,004 | | 3,334 | | 0,220 | _ | 0,220 | | 0,412 | _ | 0,412 | | 0,313 | | 0,515 |
| Credit card receivables 22 224 388 - 610 310 263 - 573 248 325 - 573 200 2.57 2.58 4 Residential mortgages (insured) 23 2,040 2,04 | | 21 | 3 400 | 2 910 | _ | 6.400 | 3 1 1 8 | 2 1/18 | _ | 5 266 | 2 608 | 2.014 | _ | 4 712 | 2.006 | 1 587 | _ | 3,683 |
| Residential mortgages (insured) 23 2,040 | | | | | | | | | | | | | | .,= | | | | 457 |
| Residential mortgages (uninsured) 24 51 1 - 52 255 2 - 257 255 2 - 257 255 3 - 2 Commercial mortgages (uninsured) 26 7 6 47 - 123 69 47 - 116 59 58 - 117 51 58 - 1 Equipment loans/leases 27 729 461 - 1,190 872 663 - 1,555 740 646 - 1,386 715 578 - 5 Corporate blass 28 259 491 - 750 203 498 - 701 175 396 - 571 163 363 - 571 163 363 - 571 175 396 - 571 163 363 - 571 175 396 - 571 175 175 175 175 175 175 175 175 175 | | | | - | | | | 200 | | | | 323 | | | | 251 | | 2,040 |
| Commercial mortgages (uninsured) 25 76 47 - 123 69 47 - 116 59 58 - 117 51 58 - 12 Commercial mortgages (insured) 26 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - | | | | 1 | | | | 2 | | | | 2 | - | | | 3 | | 258 |
| Commercial mortgages (insured) 26 | | | | 47 | _ | | | 47 | | | | 58 | | 117 | | 58 | | 109 |
| Equipment loans/leases 27 729 461 - 1,190 872 663 - 1,535 740 646 - 1,386 715 578 - 1,2 Trade receivables 28 259 491 - 750 203 498 - 701 175 396 - 571 163 363 - 5 Corporate loans 29 194 420 - 614 148 343 - 491 138 353 - 491 93 466 - 5 Daily auto rental 30 588 306 - 894 591 267 - 888 601 359 - 960 623 298 - 9 Floorplan finance receivables 31 736 746 - 1,482 747 668 - 1,415 780 636 - 1,416 763 502 - 1 Collateralized debt obligations 32 66 4 - 70 47 18 - 65 36 30 - 66 51 9 - Other pool type (10) 33 445 537 - 982 473 464 - 937 456 388 - 844 394 246 - 6 Student loans 34 779 1,638 - 2,357 485 1,716 - 2,201 426 1,775 - 2,201 450 6,400 6,400 - 6 Trading securities reclassified to AFS 3 7 1,602 7,951 - 23,977 15,758 7,102 - 22,860 15,052 6,987 - 22,039 1,353 5,991 - 20,2 | | | 70 | | | 125 | - | 71 | | 110 | 33 | - | - | | - | - | | 103 |
| Trade receivables 28 259 491 - 750 203 498 - 701 175 396 - 571 163 363 - 5 Corporate loans 29 194 420 - 614 148 343 - 491 138 353 - 491 90 466 - 5 5 Daly auto rental 30 588 306 - 894 591 267 - 858 601 359 - 900 623 298 - 9 5 Floorplan finance receivables 31 736 746 - 1.482 747 668 - 1.415 780 636 - 1.416 763 502 - 1.2 Collateralized debt obligations 32 66 4 - 70 47 18 - 65 36 30 - 66 751 9 - 6 Collateralized debt obligations 33 445 537 - 992 473 464 - 937 456 388 - 844 394 246 - 6 Student loans 34 719 1638 537 485 17.16 - 2.201 426 17.75 - 2.201 426 17.75 - 2.201 426 17.75 - 6.400 6.400 - 6.400 - 6.400 - 7.201 Find protection vehicle (9) 36 - 4 4 - 4 - 4 - 5 5 - 5 - 5 - 5 - 5 - 5 | | | 729 | 461 | | 1 190 | 872 | 663 | | 1 535 | 740 | 646 | | 1 386 | 715 | 578 | | 1,293 |
| Corporate loans 29 194 420 - 614 148 343 - 491 138 353 - 491 90 466 - 55 Daly auto rental 30 588 306 - 894 591 267 - 858 601 359 - 960 623 298 - 9 Floorplan finance receivables 31 736 746 - 1,482 747 668 - 1,415 780 636 - 1,416 780 636 - | | | | | _ | | | | _ | | | | _ | | | | _ | 526 |
| Daily auto rental 30 588 306 - 894 591 267 - 888 601 359 - 960 623 298 - 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 | | | | | | | | | | | | | - | | | | | 556 |
| Floorplan finance receivables 31 736 746 - 1.482 747 688 - 1.415 780 636 - 1.416 763 502 - 1.2 Collateralized debt obligations 32 66 4 - 70 47 18 - 65 36 30 - 66 651 9 - | | | | | _ | | | | _ | 858 | | | _ | 960 | | | _ | 921 |
| Collateralized debt obligations 32 66 4 - 70 47 18 - 65 36 30 - 66 51 9 - Other pool type (10) 33 445 537 - 982 473 464 - 937 456 388 - 844 394 246 - 6 Student loans 34 779 1,638 - 2,357 485 1,716 - 2,201 426 1,775 - 2,201 4,775 1,775 | | | | | | | | | | | | | | | | | | 1,265 |
| Other pool type (10) 33 445 537 - 992 473 464 - 937 456 388 - 844 394 246 - 6 8 8 8 8 8 8 8 8 8 8 8 8 8 8 8 8 8 | | | | 4 | _ | | 47 | | - | 65 | | | _ | | | 9 | _ | 60 |
| Student loans 34 719 1,638 - 2,357 485 1,716 - 2,201 426 1,775 - 2,201 512 1,518 - 2,0 Credit protection vehicle (9) 35 6,400 | | | | 537 | _ | | 473 | | | 937 | | | | | | 246 | | 640 |
| Credit protection vehicle (9) 35 6,400 6,4 | | | | | _ | | | | - | | | | _ | | | | _ | 2,030 |
| Trading securities reclassified to AFS 36 - 4 - 4 - 5 - 5 - 5 - 5 - 6 - Total Third Party Assets 37 16,026 7,951 - 23,977 15,758 7,102 - 22,860 15,052 6,987 - 22,039 14,353 5,891 - 20,2 | | | | - ,000 | _ | | | | - | | | - 1,770 | - | | | | _ | 6.400 |
| Total Third Party Assets 37 16,026 7,951 - 23,977 15,758 7,102 - 22,860 15,052 6,987 - 22,039 14,353 5,991 - 20,2 | | | -, | 4 | _ | 4 | -, | 5 | - | 5 | | 5 | _ | 5 | | 6 | _ | 6 |
| | | | 16.026 | 7.951 | _ | 23.977 | 15.758 | 7.102 | - | 22.860 | 15.052 | 6.987 | | 22.039 | 14.353 | 5.891 | - | 20.244 |
| | Total | 38 | 16.026 | 13.945 | | 29,971 | 15,758 | 13.322 | | 29.080 | 15.052 | 13.399 | - | 28,451 | 14.353 | 12.810 | - | 27.163 |

(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.

(10) Prior period numbers have been restated to conform with the current period's presentation.

AGGREGATE AMOUNT OF RESECURITIZATION EXPOSURES RETAINED OR PURCHASED BY EXPOSURE TYPE (1)

| | i | | Q1 2 | 2016 | | | 04 | 2015 | | | U3 · | 2015 | | | 03. | 2015 | |
|---|-----------|--|------------------------------|-----------------------------|-------|--|------------------------------|-----------------------------|-------|--|------------------------------|-----------------------------|-------|--|------------------------------|-----------------------------|-------|
| | | Undrawn Committed Facilities and | Drawn Loan Facilities and | | | Undrawn Committed Facilities and | Drawn Loan Facilities and | | | Undrawn Committed Facilities and | Drawn Loan Facilities and | | | Undrawn Committed Facilities and | Drawn Loan Facilities and | | |
| (\$ millions except as noted) | LINE # | Notional Amounts (2) | Securities Held (3) | First Loss Positions (4) | Total | Notional Amounts (2) | Securities Held (3) | First Loss Positions (4) | Total | Notional Amounts (2) | Securities Held (3) | First Loss Positions (4) | Total | Notional Amounts (2) | Securities Held (3) | First Loss Positions (4) | Total |
| Bank Assets (5) | | (-/ | (-/ | | | (-/ | (0) | | | () | (0) | | | (/ | (-/ | () | |
| Credit card receivables (6) | 1 | | | _ | | | _ | | | | | | | | | _ | |
| Residential mortgages (uninsured) | 2 | _ | _ | _ | _ | _ | _ | _ | _ | | _ | - | - | _ | _ | _ | _ |
| Total Bank Assets | 3 | - | | - | | | - | - | - | - | - | - | - | - | | - | - |
| Third Party Assets (7) | | | | | | | | | | | | | | | | | |
| Auto loans/leases | 4 | | - | - | | - | - | - | - | - | - | - | - | - | - | - | - |
| Credit card receivables | 5 | | - | - | | - | - | - | - | - | - | - | - | - | - | - | - |
| Residential mortgages (insured) | 6 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Residential mortgages (uninsured) | 7 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Commercial mortgages | 8 | 8 | 36 | - | 44 | - | 41 | - | 41 | - | 50 | - | 50 | - | 72 | - | 72 |
| Personal line of credit | 9 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Equipment loans/leases | 10 | | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Trade receivables | 11 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Corporate loans | 12 | - | - | - | - | - | - | - | - | - | 7 | - | 7 | - | 18 | - | 18 |
| Daily auto rental | 13 | | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Floorplan finance receivables | 14 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Collateralized debt obligations (AAA/R-1 (high) securities) | 15 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Other pool type | 16 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Student loans | 17 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| SIV assets (financial institutions debt and securitized assets) | 18 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Credit protection vehicle (8) | 19 | | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Trading securities reclassified to AFS | 20 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Montreal Accord Assets | 21 | 57 | - | - | 57 | 57 | - | - | 57 | 57 | - | - | 57 | 57 | - | - | 57 |
| Total Third Party Assets | 22 | 65 | 36 | - | 101 | 57 | 41 | - | 98 | 57 | 57 | - | 114 | 57 | 90 | - | 147 |
| Total | 23 | 65 | 36 | - | 101 | 57 | 41 | - | 98 | 57 | 57 | - | 114 | 57 | 90 | - | 147 |

⁽¹⁾ No credit risk mitigations are applied to resecuritization exposures.

⁽²⁾ External Credit Assessment Institutions (ECAIs) used for securitizations liquidity facility ratings are S&P, Moody's and Fitch.

⁽³⁾ ECAIs used for securitization notes are S&P & Moody's.

⁽⁴⁾ 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.

⁽⁵⁾ 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.

⁽⁶⁾ 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 II. The Securitizations represent the Bank's seller's interest in investment grade subordinated notes issued by Master Credit Card Trust and Master Credit Card Trust III. The Securitization Framework is applied.

⁽⁷⁾ 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.

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

| CREDIT RISK FINANCIAL MEASURES (1) | | | | | | | | | | | ВМО | o 🌥 F | inancial (| Group |
|--|-----------|------------|------------|------------|------------|------------|------------------|------------------|------------------|------------|-------------|-------------|----------------|---------------|
| | LINE # | 2016 Q1 | 2015 Q4 | 2015 Q3 | 2015 Q2 | 2015 Q1 | 2014 Q4 | 2014 Q3 | 2014 Q2 | 2014 Q1 | YTD 2016 | YTD 2015 | Fiscal 2015 | Fisca 2014 |
| Diversification Ratios | | | | | | | | | | | | | | |
| Gross Loans And Acceptances | | | | | | | | | | | | | | |
| Consumer | 1 | 50.5 % | 53.4 % | 53.9 % | 54.8 % | 54.9 % | 56.8 % | 57.8 % | 57.4 % | 58.3 % | | | | |
| Businesses and governments | 2 | 49.5 % | 46.6 % | 46.1 % | 45.2 % | 45.1 % | 43.2 % | 42.2 % | 42.6 % | 41.7 % | | | | |
| Canada | 3 | 63.7 % | 66.6 % | 66.6 % | 68.3 % | 67.1 % | 70.0 % | 71.0 % | 70.6 % | 70.5 % | | | | |
| United States | 4 | 33.5 % | 30.1 % | 29.8 % | 28.1 % | 29.0 % | 26.3 % | 25.4 % | 25.5 % | 26.0 % | | | | |
| Other Countries | 5 | 2.8 % | 3.3 % | 3.6 % | 3.6 % | 3.9 % | 3.7 % | 3.6 % | 3.9 % | 3.5 % | | | | |
| Net Loans And Acceptances (2) | | | | | | | | | | | | | | |
| Consumer | 6 | 50.5 % | 53.5 % | 53.9 % | 54.8 % | 54.9 % | 56.8 % | 57.8 % | 57.4 % | 58.3 % | | | | |
| Businesses and governments | 7 | 49.5 % | 46.5 % | 46.1 % | 45.2 % | 45.1 % | 43.2 % | 42.2 % | 42.6 % | 41.7 % | | | | |
| Canada | 8 | 63.8 % | 66.7 % | 66.7 % | 68.4 % | 67.3 % | 70.1 % | 71.0 % | 70.7 % | 70.6 % | | | | |
| United States | 9 | 33.4 % | 30.0 % | 29.7 % | 28.0 % | 28.8 % | 26.2 % | 25.3 % | 25.4 % | 25.8 % | | | | |
| Other Countries | 10 | 2.8 % | 3.3 % | 3.6 % | 3.6 % | 3.9 % | 3.7 % | 3.7 % | 3.9 % | 3.6 % | | | | |
| | | 2.0 /0 | 0.0 /0 | 0.0 /0 | 0.0 /0 | 0.0 /0 | J.1 /0 | J.1 /0 | 0.0 /0 | 0.0 70 | | | | |
| Coverage Ratios | 11. \ | 1 | | | | | | | | | | | | |
| Specific Allowance for Credit Losses (ACL)-to-Gross Impaired Loans and Acceptances (G Total | 11 | 18.3 % | 18.2 % | 15.6 % | 17.0 % | 18.6 % | 18.3 % | 22.6 % | 22.9 % | 19.0 % | 18.3 % | 18.6 % | 18.2 % | 18.3 % |
| Consumer | 12 | 16.9 % | 16.5 % | 15.5 % | 17.0 % | 13.8 % | 18.3 % | 22.6 % 16.8 % | 22.9 % 14.6 % | 19.0 % | 16.9 % | 13.8 % | 16.5 % | 14.9 % |
| Businesses and governments | 13 | 19.4 % | 19.8 % | 15.5 % | 20.1 % | 24.1 % | 14.9 % 22.0 % | 28.4 % | 30.3 % | 23.1 % | 19.4 % | 24.1 % | 19.8 % | 22.0 % |
| businesses and governments | 13 | 13.4 /0 | 13.0 /0 | 13.0 /0 | 20.1 /0 | 24.1 /0 | 22.0 /0 | 20.4 /0 | 30.3 /0 | 23.1 /0 | 13.4 /0 | 24.1 /0 | 19.0 /0 | 22.0 /0 |
| Net write-offs-to-average loans and acceptances (2) | 14 | 0.04 % | 0.04 % | 0.05 % | 0.06 % | 0.05 % | 0.07 % | 0.05 % | 0.03 % | 0.02 % | 0.04 % | 0.05 % | 0.19 % | 0.18 % |
| Condition Ratios | | | | | | | | | | | | | | |
| GIL-to-Gross Loans and Acceptances | 15 | 0.60 % | 0.58 % | 0.66 % | 0.65 % | 0.69 % | 0.67 % | 0.67 % | 0.79 % | 0.85 % | | | | |
| GIL-to-Equity and Allowance for Credit Losses | 16 | 4.93 % | 4.67 % | 5.32 % | 5.34 % | 5.51 % | 5.49 % | 5.45 % | 6.66 % | 7.15 % | | | | |
| Net Impaired Loans and Acceptances (NIL)-to-Net | | | | | | | | | | | | | | |
| Loans and Acceptances (2) (3) (5) | 17 | 0.50 % | 0.48 % | 0.56 % | 0.54 % | 0.56 % | 0.55 % | 0.52 % | 0.61 % | 0.70 % | | | | |
| NIL-to-segmented Net Loans and Acceptances (2) (3) (5) | | | | | | | | | | | | | | |
| Consumer | 18 | 0.46 % | 0.43 % | 0.55 % | 0.57 % | 0.58 % | 0.53 % | 0.48 % | 0.55 % | 0.57 % | | | | |
| Businesses and governments | 19 | 0.53 % | 0.54 % | 0.56 % | 0.49 % | 0.54 % | 0.58 % | 0.57 % | 0.68 % | 0.86 % | | | | |
| Canada | 20 | 0.26 % | 0.22 % | 0.23 % | 0.25 % | 0.26 % | 0.26 % | 0.24 % | 0.28 % | 0.29 % | | | | |
| United States | 21 | 0.99 % | 1.10 % | 1.36 % | 1.31 % | 1.36 % | 1.43 % | 1.37 % | 1.64 % | 1.91 % | | | | |
| Other Countries | 22 | 0.03 % | 0.04 % | 0.03 % | 0.01 % | 0.02 % | 0.04 % | 0.03 % | 0.04 % | 0.03 % | | | | |
| Consumer Loans (Canada) (5) | | | | | | | | | | | | | | |
| 90 Days & Over Delinquency Ratios | | | | | | | | | | | | | | |
| Consumer instalment and other personal | 23 | 0.36 % | 0.34 % | 0.34 % | 0.38 % | 0.39 % | 0.39 % | 0.35 % | 0.36 % | 0.36 % | | | | |
| Credit Cards (4) | 24 | 1.10 % | 0.97 % | 0.87 % | 1.01 % | 1.04 % | 1.14 % | 1.04 % | 1.08 % | 1.08 % | | | | |
| Mortgages | 25 | 0.28 % | 0.26 % | 0.26 % | 0.27 % | 0.29 % | 0.27 % | 0.27 % | 0.29 % | 0.33 % | | | | |
| Total Consumer | 26 | 0.34 % | 0.32 % | 0.32 % | 0.34 % | 0.36 % | 0.35 % | 0.34 % | 0.36 % | 0.38 % | | | | |
| Consumer Loans (U.S.) (5) | | | | | | | | | | | | | | |
| 90 Days & Over Delinquency Ratios | | | | | | | | | | | | | | |
| Consumer instalment and other personal | 27 | 1.39 % | 1.19 % | 1.23 % | 1.24 % | 1.34 % | 1.23 % | 1.19 % | 1.16 % | 1.21 % | | | | |
| Credit Cards (4) | 28 | 1.11 % | 1.16 % | 1.00 % | 1.43 % | 1.06 % | 0.91 % | 0.97 % | 1.12 % | 1.04 % | | | | |
| Mortgages | 29 | 1.11 % | 1.11 % | 1.68 % | 1.74 % | 1.88 % | 1.77 % | 1.69 % | 2.54 % | 2.82 % | | | | |
| Total Consumer | 30 | 1.29 % | 1.16 % | 1.38 % | 1.41 % | 1.52 % | 1.40 % | 1.35 % | 1.62 % | 1.74 % | | | | |
| Consumer Loans (Consolidated) (5) | | | | | | | | | | | | | | |
| 90 Days & Over Delinquency Ratios | | | | | | | | | | | | | | |
| Consumer instalment and other personal | 31 | 0.62 % | 0.55 % | 0.57 % | 0.59 % | 0.63 % | 0.59 % | 0.55 % | 0.54 % | 0.56 % | | | | |
| Credit Cards (4) | 32 | 1.10 % | 0.99 % | 0.88 % | 1.04 % | 1.04 % | 1.12 % | 1.04 % | 1.09 % | 1.07 % | | | | |
| Mortgages | 33 | 0.35 % | 0.33 % | 0.39 % | 0.39 % | 0.43 % | 0.39 % | 0.38 % | 0.47 % | 0.54 % | | | | |
| Total Consumer | 34 | 0.48 % | 0.44 % | 0.47 % | 0.49 % | 0.53 % | 0.50 % | 0.48 % | 0.53 % | 0.57 % | | | | |

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

⁽²⁾ Aggregate Net Loans and Acceptances balances are net of collective allowances, and all specific allowances excluding those related to off-balance sheet instruments and undrawn commitments. The Consumer and Business and governments Net Loans and Acceptances balances are stated net of specific allowances (excluding those related to off-balance sheet instruments and undrawn commitments) only.

⁽³⁾ Net Impaired Loan balances are net of specific allowances, excluding off-balance sheet instruments and undrawn commitments.

⁽⁴⁾ Excludes small business and Corporate credit cards.

⁽⁵⁾ Prior periods were restated in the first quarter of 2016 to conform to the current period's presentation.

| PROVISION FOR CREDIT LOSSES (PCL) | | | | | | | | | | | Е | мо 🕮 | Financial | Group |
|---|------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-----------|---------|
| SEGMENTED INFORMATION (1) | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | YTD | YTD | Fiscal | Fiscal |
| (\$ millions except as noted) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2016 | 2015 | 2015 | 2014 |
| | | | | | | | | | | | | | | |
| Performance Ratios (Annualized) | 4 | 0.04.0/ | 0.45.0/ | 0.00.0/ | 0.00.0/ | 0.04.0/ | 0.00.0/ | 0.40.0/ | 0.00.0/ | 0.44.0/ | 0.04.0/ | 0.04.0/ | 0.40.0/ | 0.40.0/ |
| PCL-to-average net loans and acceptances | 1 | 0.21 % | 0.15 % | 0.20 % | 0.20 % | 0.21 % | 0.23 % | 0.18 % | 0.22 % | 0.14 % | 0.21 % | 0.21 % | 0.19 % | 0.19 % |
| PCL-to-segmented average net loans and | | | | | | | | | | | | | | |
| acceptances | | 0.05.0/ | 0.00.0/ | 0.00.0/ | 0.00.0/ | 0.00.0/ | 0.40.0/ | 0.00.0/ | 0.05.0/ | 0.00.0/ | 0.05.0/ | 0.00.0/ | 0.00.0/ | 0.07.0/ |
| Consumer | 2 | 0.35 % | 0.38 % | 0.23 % | 0.30 % | 0.32 % | 0.49 % | 0.32 % | 0.35 % | 0.32 % | 0.35 % | 0.32 % | 0.30 % | 0.37 % |
| Businesses and governments | 3 | 0.06 % | (0.11)% | 0.17 % | 0.09 % | 0.08 % | (0.13)% | (0.03)% | 0.05 % | (0.13)% | 0.06 % | 0.08 % | 0.05 % | (0.06)% |
| Canada | 4 | 0.35 % | 0.29 % | 0.21 % | 0.34 % | 0.21 % | 0.30 % | 0.22 % | 0.28 % | 0.26 % | 0.35 % | 0.21 % | 0.26 % | 0.26 % |
| United States | 5 | (0.05)% | (0.12)% | 0.21 % | (0.08)% | 0.25 % | 0.08 % | 0.10 % | 0.12 % | (0.18)% | (0.05)% | 0.25 % | 0.06 % | 0.04 % |
| Other Countries | 6 | 0.00 % | 0.00 % | (0.03)% | 0.00 % | 0.00 % | 0.00 % | 0.00 % | (0.04)% | (0.05)% | 0.00 % | 0.00 % | (0.01)% | (0.02)% |
| Specific PCL-to-average net loans and acceptances | 7 | 0.21 % | 0.15 % | 0.20 % | 0.20 % | 0.21 % | 0.23 % | 0.18 % | 0.22 % | 0.14 % | 0.21 % | 0.21 % | 0.19 % | 0.19 % |
| Provision for Credit Losses by Country | | | | | | | | | | | | | | |
| Canada | 8 | 198 | 159 | 112 | 180 | 110 | 154 | 110 | 138 | 131 | 198 | 110 | 561 | 533 |
| United States | 9 | (15) | (31) | 49 | (19) | 53 | 16 | 20 | 25 | (31) | (15) | 53 | 52 | 30 |
| Other Countries | 10 | - | - | (1) | - | - | - | - | (1) | (1) | - | - | (1) | (2) |
| Total Provision For Credit Losses | 11 | 183 | 128 | 160 | 161 | 163 | 170 | 130 | 162 | 99 | 183 | 163 | 612 | 561 |
| Specific Provision for Credit Losses by Country | | | | | | | | | | | | | | |
| Canada | 12 | 137 | 112 | 110 | 145 | 132 | 126 | 130 | 133 | 140 | 137 | 132 | 499 | 529 |
| United States | 13 | 46 | 16 | 51 | 16 | 31 | 44 | - | 30 | (40) | 46 | 31 | 114 | 34 |
| Other Countries | 14 | - | - | (1) | - | - | - | - | (1) | (1) | - | - | (1) | (2) |
| Total Specific Provision for Credit Losses | 15 | 183 | 128 | 160 | 161 | 163 | 170 | 130 | 162 | 99 | 183 | 163 | 612 | 561 |
| Interest Income on Impaired Loans | | | | | | | | | | | | | | |
| Total | 16 | 15 | 28 | 21 | 17 | 25 | 19 | 28 | 28 | 36 | 15 | 25 | 91 | 111 |
| Total | 10 | 10 | 20 | 21 | | 20 | 10 | 20 | 20 | 30 | | 20 | 31 | |

| PROVISION FOR CREDIT LOSSES | | | | | | | | | | | | | | | | | |
|--|----|------------|------------|------------|------|------|------------|-----------------|------|------|------|------------------|--------|--------|--------|--------|---------|
| SEGMENTED INFORMATION (2) | | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | YTD | YTD | Fiscal | Fiscal | YTD | Fiscal | Fiscal |
| | | 2016 Q1 | 2015 Q4 | 2015 Q3 | | | 2014 Q4 | | Q2 | | | | | | | | |
| (\$ millions) | | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2016 | 2015 | 2015 | 2014 | 2016 | 2015 | 2014 |
| Provision by Product and Industry | | | | | | | | | | | | | | | | | |
| Consumer | | | | | | | | | | | | | | | | | |
| Residential mortgages | 17 | 10 | (29) | 16 | 13 | 11 | 32 | 14 | 16 | 15 | 10 | 11 | 11 | 77 | 5.5% | 1.8% | 13.7% |
| Credit cards | 18 | 71 | 66 | 64 | 73 | 69 | 69 | 75 | 71 | 53 | 71 | 69 | 272 | 268 | 38.8% | 44.4% | 47.8% |
| Consumer instalment and other personal | 19 | 78 | 43 | 52 | 64 | 66 | 74 | 55 | 60 | 62 | 78 | 66 | 225 | 251 | 42.6% | 36.8% | 44.7% |
| Total Consumer | 20 | 159 | 80 | 132 | 150 | 146 | 175 | 144 | 147 | 130 | 159 | 146 | 508 | 596 | 86.9% | 83.0% | 106.2% |
| Businesses and governments | | | | | | | | | | | | | | | | | |
| Commercial real estate | 21 | (7) | (4) | (3) | (8) | (22) | (11) | (34) | (45) | (51) | (7) | (22) | (37) | (141) | (3.8)% | (6.0)% | (25.1)% |
| Construction (non-real estate) | 22 | `6´ | ìí | 1 | (4) | ` 2 | (15) | 10 | 10 | 2 | 6 | ` 2 [′] | - | ` 7 | 3.3% | 0.0% | 1.2% |
| Retail trade | 23 | 8 | 6 | 3 | `2´ | (3) | 1 | (1) | (2) | 3 | 8 | (3) | 8 | 1 | 4.4% | 1.3% | 0.2% |
| Wholesale trade | 24 | (1) | 5 | 8 | 5 | 1 | 5 | `9 [′] | 16 | (1) | (1) | 1 | 19 | 29 | (0.5)% | 3.1% | 5.2% |
| Agriculture | 25 | 15 | (5) | 3 | 2 | 3 | - | 3 | 12 | - | 15 | 3 | 3 | 15 | 8.2% | 0.5% | 2.7% |
| Communications | 26 | - | `4 | 8 | 1 | - | - | - | - | - | _ | - | 13 | - | 0.0% | 2.1% | 0.0% |
| Manufacturing | 27 | (4) | 28 | 5 | 18 | 16 | 9 | 2 | 12 | 21 | (4) | 16 | 67 | 44 | (2.2)% | 10.9% | 7.8% |
| Mining | 28 | - | 3 | - | (1) | - | (1) | 8 | - | - | - | - | 2 | 7 | 0.0% | 0.3% | 1.2% |
| Oil and Gas | 29 | 22 | 1 | 15 | 10 | (1) | ìí | (1) | - | - | 22 | (1) | 25 | - | 12.0% | 4.1% | 0.0% |
| Transportation | 30 | 3 | 3 | (1) | (6) | - | - | 1 | 7 | 2 | 3 | - | (4) | 10 | 1.6% | (0.7)% | 1.8% |
| Utilities | 31 | - | - | `- | - | - | - | - | - | - | - | - | - | - | 0.0% | 0.0% | 0.0% |
| Forest Products | 32 | - | - | - | 1 | (1) | - | (1) | - | - | - | (1) | - | (1) | 0.0% | 0.0% | (0.2)% |
| Service industries | 33 | (5) | - | (13) | (20) | 4 | 15 | 30 | 25 | 10 | (5) | 4 | (29) | 80 | (2.7)% | (4.7)% | 14.3% |
| Financial | 34 | (4) | 3 | 4 | (1) | 2 | (18) | (7) | (4) | (5) | (4) | 2 | 8 | (34) | (2.2)% | 1.3% | (6.1)% |
| Government | 35 | - | - | - | - | (2) | (2) | (1) | - | `- | `- | (2) | (2) | (3) | 0.0% | (0.3)% | (0.5)% |
| Other | 36 | (9) | 3 | (2) | 12 | 18 | 11 | (32) | (16) | (12) | (9) | 18 | 31 | (49) | (4.9)% | 5.1% | (8.7)% |
| Total Businesses and Government | 37 | 24 | 48 | 28 | 11 | 17 | (5) | (14) | 15 | (31) | 24 | 17 | 104 | (35) | 13.1% | 17.0% | (6.2)% |
| Total specific provision for credit losses | 38 | 183 | 128 | 160 | 161 | 163 | 170 | 130 | 162 | 99 | 183 | 163 | 612 | 561 | 100.0% | 100.0% | 100.0% |
| Collective provision | 39 | - | - | - | | - | - | - | | - | _ | - | | - | | | |
| Total Provision for Credit Losses | 40 | 183 | 128 | 160 | 161 | 163 | 170 | 130 | 162 | 99 | 183 | 163 | 612 | 561 | | | |

Total Provision for Credit Losses 40 183 128 (1) Segmented credit information by geographic area is based upon the country of ultimate risk. (2) Provision for credit losses excludes securities borrowed or purchased under resale agreements.

| WRITE OFFS BY INDUSTRY | | | | | | | | | | | В | мо 👛 т | Financial (| Group |
|----------------------------------|------|------|------|------|------|------|------|------|------|------|------|--------|-------------|--------|
| | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | YTD | YTD | Fiscal | Fiscal |
| (\$ millions) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2016 | 2015 | 2015 | 2014 |
| Consumer Write Offs | 1 | 182 | 195 | 184 | 187 | 187 | 190 | 202 | 179 | 171 | 182 | 187 | 753 | 742 |
| Businesses and governments | | | | | | | | | | | | | | |
| Commercial real estate | 2 | 2 | 2 | 8 | 9 | 5 | 7 | 5 | 7 | 17 | 2 | 5 | 24 | 36 |
| Construction (non-real estate) | 3 | 6 | 1 | 1 | 3 | 3 | 10 | 2 | 1 | 9 | 6 | 3 | 8 | 22 |
| Retail trade | 4 | 6 | 13 | 4 | 3 | 2 | 3 | 2 | 1 | 6 | 6 | 2 | 22 | 12 |
| Wholesale trade | 5 | 3 | 9 | 1 | 11 | 5 | 3 | 22 | 1 | 13 | 3 | 5 | 26 | 39 |
| Agriculture | 6 | 4 | 5 | 1 | 8 | 1 | - | 3 | 1 | 1 | 4 | 1 | 15 | 5 |
| Communications | 7 | 6 | 4 | - | - | - | - | - | - | - | 6 | - | 4 | - |
| Manufacturing | 8 | 8 | 4 | 13 | 21 | 31 | 20 | 8 | 1 | 8 | 8 | 31 | 69 | 37 |
| Mining | 9 | - | 3 | 2 | 5 | - | - | - | - | - | - | - | 10 | - |
| Oil and Gas | 10 | - | 1 | 25 | - | - | - | - | 1 | - | - | - | 26 | 1 |
| Transportation | 11 | 2 | - | - | - | 1 | - | 2 | 5 | 4 | 2 | 1 | 1 | 11 |
| Utilities | 12 | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Forest Products | 13 | - | 1 | 2 | 5 | - | - | 1 | - | - | - | - | 8 | 1 |
| Service industries | 14 | 5 | 11 | 17 | 8 | 9 | 52 | 60 | 20 | 28 | 5 | 9 | 45 | 160 |
| Financial | 15 | - | - | - | 1 | 3 | - | - | - | 1 | - | 3 | 4 | 1 |
| Government | 16 | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Other | 17 | 7 | 12 | 11 | 13 | 14 | 18 | 24 | 17 | 23 | 7 | 14 | 50 | 82 |
| Total Businesses and governments | 18 | 49 | 66 | 85 | 87 | 74 | 113 | 129 | 55 | 110 | 49 | 74 | 312 | 407 |
| Total Write offs | 19 | 231 | 261 | 269 | 274 | 261 | 303 | 331 | 234 | 281 | 231 | 261 | 1,065 | 1,149 |

| WRITE OFFS BY GEOGRAPHIC REGION (1) | | | | | | | | | | | | | | |
|-------------------------------------|----|------|------|------|------|------|------|------|------|------|------|------|--------|--------|
| | | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | YTD | YTD | Fiscal | Fiscal |
| (\$ millions) | | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2016 | 2015 | 2015 | 2014 |
| Canada | 20 | 152 | 138 | 160 | 195 | 171 | 164 | 178 | 132 | 148 | 152 | 171 | 664 | 622 |
| United States | 21 | 79 | 123 | 109 | 79 | 89 | 139 | 153 | 102 | 133 | 79 | 89 | 400 | 527 |
| Other Countries | 22 | - | - | - | - | 1 | - | - | - | - | - | 1 | 1 | - |
| Total | 23 | 231 | 261 | 269 | 274 | 261 | 303 | 331 | 234 | 281 | 231 | 261 | 1.065 | 1.149 |

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

| CDOSS LOANS AND ACCEPTANCES | | | | | | | | В | вмо 🖴 | Financia | l Group |
|--|---------------|---------|---------|---------|---------|---------|---------|---------|---------|---------------------------------------|---------|
| GROSS LOANS AND ACCEPTANCES BY PRODUCT AND INDUSTRY | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | MD |
| (\$ millions) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q |
| | | | | | | | | | | | |
| Consumer | | | | | | | | | | | |
| Residential mortgages | 1 | 107,026 | 105,918 | 104,547 | 101,839 | 102,073 | 101,013 | 99,484 | 97,632 | 97,321 | 29.9 % |
| Credit cards | 2 | 7,896 | 7,980 | 8,004 | 7,896 | 7,924 | 7,972 | 7,976 | 7,953 | 7,963 | 2.2 % |
| Consumer instalment and other personal | 3 | 65,886 | 65,598 | 65,702 | 64,273 | 65,301 | 64,143 | 64,286 | 64,571 | 64,610 | 18.4 % |
| Total Consumer | 4 | 180,808 | 179,496 | 178,253 | 174,008 | 175,298 | 173,128 | 171,746 | 170,156 | 169,894 | 50.5 % |
| Businesses and Government, excluding | | | | | | | | | | | |
| Securities Borrowed or Purchased under Resale Agreements | | | | | | | | | | | |
| Commercial real estate | 5 | 22,098 | 20,614 | 19,725 | 18,105 | 18,259 | 17,649 | 17,038 | 17,400 | 16,774 | 6.2 % |
| | 6 | 3,443 | 3,552 | 3,655 | 3,179 | 3,238 | 3,117 | 3,110 | 2,988 | 2,835 | 1.0 9 |
| Construction (non-real estate) | 7 | - | , | , | , | | | , | | · · · · · · · · · · · · · · · · · · · | 4.7 9 |
| Retail trade | <i>7</i> 8 | 17,024 | 14,119 | 13,478 | 13,277 | 13,341 | 12,588 | 11,734 | 12,216 | 11,409 | |
| Automotive | - | 11,602 | 9,029 | 8,773 | 8,627 | 8,543 | 7,651 | 7,514 | 7,775 | 7,254 | 3.2 |
| Food and beverage | 9 | 1,290 | 1,133 | 1,107 | 1,144 | 1,255 | 1,498 | 1,116 | 1,289 | 1,137 | 0.4 9 |
| Other | 10 | 4,132 | 3,957 | 3,598 | 3,506 | 3,543 | 3,439 | 3,104 | 3,152 | 3,018 | 1.1 9 |
| Wholesale trade | 11 | 11,196 | 10,262 | 10,377 | 9,711 | 9,124 | 8,291 | 8,110 | 7,739 | 7,315 | 3.1 % |
| Agriculture | 12 | 696 | 763 | 604 | 534 | 546 | 542 | 330 | 486 | 393 | 0.2 9 |
| Automotive | 13 | 1,593 | 718 | 676 | 560 | 624 | 557 | 524 | 394 | 390 | 0.4 |
| Food and beverage | 14 | 2,349 | 2,192 | 1,939 | 1,907 | 1,987 | 1,748 | 1,583 | 1,763 | 1,620 | 0.7 |
| Construction and industrial | 15 | 2,669 | 2,796 | 3,302 | 3,121 | 2,562 | 2,344 | 2,403 | 2,253 | 2,162 | 0.7 |
| Other | 16 | 3,889 | 3,793 | 3,856 | 3,589 | 3,405 | 3,100 | 3,270 | 2,843 | 2,750 | 1.1 9 |
| Agriculture | 17 | 10,596 | 9,897 | 9,855 | 9,597 | 9,773 | 9,163 | 9,006 | 8,821 | 8,672 | 3.0 % |
| Communications | 18 | 870 | 824 | 846 | 751 | 859 | 831 | 781 | 801 | 815 | 0.2 % |
| Other communications | 19 | 373 | 384 | 412 | 403 | 473 | 470 | 466 | 478 | 465 | 0.1 9 |
| Cable | 20 | 287 | 264 | 236 | 162 | 161 | 162 | 200 | 212 | 222 | 0.1 9 |
| Broadcasting | 21 | 210 | 176 | 198 | 186 | 225 | 199 | 115 | 111 | 128 | 0.0 |
| Manufacturing | 22 | 17,913 | 16,225 | 16,262 | 15,543 | 15,494 | 13,645 | 13,014 | 12,785 | 12,345 | 5.0 % |
| Industrial products | 23 | 6,463 | 6,290 | 6,847 | 6,316 | 6,391 | 5,496 | 5,329 | 5,343 | 5,131 | 1.8 9 |
| Consumer products | 24 | 6,414 | 6,020 | 5,764 | 5,745 | 5,461 | 4,774 | 4,346 | 4,100 | 3,994 | 1.8 9 |
| Automotive | 25 | 1,406 | 528 | 549 | 554 | 612 | 617 | 449 | 473 | 440 | 0.4 9 |
| Other manufacturing | 26 | 3,630 | 3,387 | 3,102 | 2,928 | 3,030 | 2,758 | 2,890 | 2,869 | 2,780 | 1.0 9 |
| Mining | 27 | 1,851 | 1,310 | 1,162 | 1,127 | 1,129 | 1,095 | 1,016 | 851 | 974 | 0.5 9 |
| Oil and Gas | 28 | 7,379 | 6,669 | 6,622 | 6,632 | 7,082 | 5,943 | 5,359 | 5,830 | 4,152 | 2.1 9 |
| Transportation | 29 | 10,680 | 3,740 | 3,876 | 3,389 | 3,532 | 2,534 | 2,505 | 2,460 | 2,377 | 3.0 % |
| Utilities | 30 | 2,588 | 1,984 | 1,888 | 1,716 | 1,786 | 1,670 | 1,398 | 1,389 | 1,435 | 0.7 % |
| Electric power generation | 31 | 1,827 | 1,452 | 1,492 | 1,338 | 1,459 | 1,324 | 1,042 | 1,042 | 1,013 | 0.5 |
| Gas, water and other | 32 | 761 | 532 | 396 | 378 | 327 | 346 | 356 | 347 | 422 | 0.2 |
| Forest products | 33 | 977 | 861 | 930 | 785 | 784 | 596 | 692 | 738 | 603 | 0.3 9 |
| Service industries | 34 | 31,709 | 28,417 | 26,443 | 24,507 | 24,653 | 22,214 | 21,097 | 19,837 | 19,146 | 8.8 % |
| Automotive lease and rental | 35 | 3,181 | 2,194 | 2,403 | 2,104 | 1,923 | 1,676 | 1,843 | 1,415 | 1,559 | 0.9 |
| Educational | 36 | 2,201 | 2,077 | 2,524 | 2,335 | 2,532 | 1,909 | 1,892 | 1,834 | 1,848 | 0.6 |
| Health care | 37 | 7,283 | 6,312 | 6,133 | 5,474 | 5,691 | 5,262 | 4,804 | 4,938 | 4,632 | 2.0 |
| Business and professional services | 38 | 7,313 | 6,246 | 5,532 | 5,257 | 4,760 | 4,575 | 4,174 | 4,304 | 4,030 | 2.0 |
| Hospitality and recreation | 39 | 5,063 | 4,750 | 4,457 | 4,158 | 4,236 | 4,014 | 3,944 | 3,850 | 3,770 | 1.4 |
| Other | 40 | 6,668 | 6,838 | 5,394 | 5,179 | 5,511 | 4,778 | 4,440 | 3,496 | 3,307 | 1.9 |
| Financial | 41 | 32,846 | 31,223 | 30,821 | 28,349 | 28,051 | 24,098 | 22,920 | 23,254 | 22,474 | 9.2 % |
| Government | 42 | 1,971 | 1,874 | 1,975 | 2,384 | 2,296 | 2,076 | 1,804 | 2,365 | 2,630 | 0.5 9 |
| Other | 43 | 4,345 | 4,812 | 4,822 | 4,554 | 4,778 | 6,134 | 5,879 | 6,924 | 7,647 | 1.2 % |
| Total Businesses and Government | 44 | 177,486 | 156,383 | 152,737 | 143,606 | 144,179 | 131,644 | 125,463 | 126,398 | 121,603 | 49.5 % |
| | | , | , | | , | , • | , • | , . • • | , | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, | |
| Total Gross Loans and Acceptances | 45 | 358,294 | 335,879 | 330,990 | 317,614 | 319,477 | 304,772 | 297,209 | 296,554 | 291,497 | 100.0 |

| ALLOWANCES FOR CREDIT LOSSES | | | | | | | | BM | ю 👛 Fi | inancial | Group |
|---|----------|-------|-------|--------|---------|-------|-------|-----------------|-------------|-----------|----------------|
| BY PRODUCT AND INDUSTRY (1) | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | MIX |
| (\$ millions) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q1 |
| Specific Allowances | | | | | | | | | | | |
| Consumer | | | | | | | | | | | |
| Residential mortgages | 1 | 38 | 38 | 59 | 54 | 59 | 61 | 72 | 69 | 76 | 1.8 % |
| Credit cards | 2 | - | - | - | - | - | - | - | - | - | 0.0 % |
| Consumer instalment and other personal | 3 | 132 | 113 | 120 | 118 | 104 | 99 | 93 | 92 | 84 | 6.3 % |
| Total Consumer | 4 | 170 | 151 | 179 | 172 | 163 | 160 | 165 | 161 | 160 | 8.1 % |
| Businesses and Government, excluding Securities Borrowed or Purchased under Resale Agreements | | | | | | | | | | | |
| Commercial real estate | 5 | 16 | 17 | 17 | 21 | 19 | 13 | 22 | 48 | 38 | 0.8 % |
| Construction (non-real estate) | 6 | 7 | 8 | 9 | 9 | 16 | 16 | 44 | 31 | 21 | 0.3 % |
| Retail trade | 7 | 14 | 23 | 19 | 19 | 21 | 8 | 15 | 14 | 13 | 0.7 % |
| Wholesale trade | 8 | 15 | 19 | 16 | 15 | 20 | 10 | 21 | 35 | 33 | 0.7 % |
| Agriculture | 9 | 10 | 6 | 9 | 8 | 15 | 8 | 12 | 13 | 13 | 0.5 % |
| Communications | 10 | 9 | 9 | 9 | - | - | - | - | - | - | 0.4 % |
| Manufacturing | 11 | 38 | 38 | 27 | 27 | 27 | 33 | 50 | 73 | 44 | 1.8 % |
| Industrial products | 12 | 8 | 6 | 8 | 3 | 8 | 5 | 33 | 36 | 26 | 0.4 % |
| Consumer products | 13 | 9 | 14 | 14 | 16 | 16 | 15 | 10 | 11 | 11 | 0.4 % |
| Automotive | 14 | 2 | 2 | 2 | 2 | 2 | 9 | 1 | 1 | 1 | 0.1 % |
| Other manufacturing | 15 | 19 | 16 | 3 | 6 | 1 | 4 | 6 | 25 | 6 | 0.9 % |
| Mining | 16 | 1 | 1 | 1 | 3 | 9 | 10 | 8 | - | - | 0.0 % |
| Oil and Gas | 17 | 24 | 2 | 2 | 10 | - | - | - | - | 1 | 1.1 % |
| Transportation | 18 | 7 | 5 | 2 | 2 | 2 | 2 | 1 | 2 | 3 | 0.3 % |
| Utilities | 19 | - | - | - | - | - | - | _ | - | - | 0.0 % |
| Forest products | 20 | 2 | 2 | 2 | 4 | 8 | 9 | 7 | 9 | 9 | 0.1 % |
| Service industries | 21 | 56 | 33 | 33 | 58 | 78 | 100 | 77 | 103 | 101 | 2.7 % |
| Automotive lease and rental | 22 | - | - | - | 2 | 2 | 5 | 6 | 6 | 6 | 0.0 % |
| Educational | 23 | 9 | - | - | 12 | 12 | 2 | 14 | 4 | 4 | 0.4 % |
| Health care | 24 | 5 | 1 | 1 | 6 | 8 | 7 | (3) | 25 | 17 | 0.2 % |
| Business and professional services | 25 | 3 | 2 | 3 | 4 | 2 | 1 | 26 | 31 | 23 | 0.1 % |
| Hospitality and recreation | 26 | 2 | 2 | 2 | 2 | 4 | 2 | 2 | 2 | 2 | 0.1 % |
| Other | 27 | 37 | 28 | 27 | 32 1 | 50 | 83 | 32 | 35 40 | 49 | 1.9 % |
| Financial | 28 | 16 | 3 | 11 | • | 2 | 2 | 21 1 | 19 1 | 21 | 0.8 % 0.0 % |
| Government Other | 29 30 | 9 | 40 | - 1 | - | 28 | 3 | 2 | 23 | • | 0.0 % |
| Total Businesses and Government | 30 | 224 | 206 | 158 | 177 | 245 | 214 | <u>2</u> 281 | 23 371 | 13 311 | 10.6 % |
| | | | | .00 | | 2-70 | -17 | 201 | V 11 | | |
| Total Specific Allowances | 32 | 394 | 357 | 337 | 349 | 408 | 374 | 446 | 532 | 471 | 18.7 % |
| Collective allowance (2) | 33 | 1,717 | 1,660 | 1,660 | 1,594 | 1,638 | 1,542 | 1,517 | 1,521 | 1,533 | 81.3 % |
| Total Allowance for Credit Losses (2) | 34 | 2,111 | 2,017 | 1,997 | 1,943 | 2,046 | 1,916 | 1,963 | 2,053 | 2,004 | 100.0 % |

⁽¹⁾ Excludes specific allowances for Other Credit Instruments, which are included in Other Liabilities.
(2) Includes collective allowances related to off-balance sheet instruments and undrawn commitments which are reported in Other Liabilities.

| | | | | | | | | I | вмо 🜥 | [®] Financia | l Group |
|--|------|---------|---------|---------|---------|---------|---------|---------|---------|-----------------------|---------|
| NET LOANS AND ACCEPTANCES | | | | | | | | | | | |
| BY PRODUCT AND INDUSTRY | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | N |
| 6 millions) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | |
| | | | | | | | | | | | |
| onsumer | | | | | | | | | | | |
| Residential mortgages | 1 | 106,988 | 105,880 | 104,488 | 101,785 | 102,014 | 100,952 | 99,412 | 97,563 | 97,245 | 30.0 |
| Credit cards | 2 | 7,896 | 7,980 | 8,004 | 7,896 | 7,924 | 7,972 | 7,976 | 7,953 | 7,963 | 2.2 |
| Consumer instalment and other personal | 3 | 65,754 | 65,485 | 65,582 | 64,155 | 65,197 | 64,044 | 64,193 | 64,479 | 64,526 | 18. |
| otal Consumer | 4 | 180,638 | 179,345 | 178,074 | 173,836 | 175,135 | 172,968 | 171,581 | 169,995 | 169,734 | 50. |
| usinesses and Government, excluding | | | | | | | | | | | l |
| Securities Borrowed or Purchased under Resale Agreements | | | | | | | | | | | ł |
| Commercial real estate | 5 | 22,082 | 20,597 | 19,708 | 18,084 | 18,240 | 17,636 | 17,016 | 17,352 | 16,736 | 6. |
| Construction (non-real estate) | 6 | 3,436 | 3,544 | 3,646 | 3,170 | 3,222 | 3,101 | 3,066 | 2,957 | 2,814 | 1. |
| Retail trade | 7 | 17,010 | 14,096 | 13,459 | 13,258 | 13,320 | 12,580 | 11,719 | 12,202 | 11,396 | 4. |
| Wholesale trade | 8 | 11,181 | 10,243 | 10,361 | 9,696 | 9,104 | 8,281 | 8,089 | 7,704 | 7,282 | 3. |
| Agriculture | 9 | 10,586 | 9,891 | 9,846 | 9,589 | 9,758 | 9,155 | 8,994 | 8,808 | 8,659 | 3. |
| Communications | 10 | 861 | 815 | 837 | 751 | 859 | 831 | 781 | 801 | 815 | 0. |
| Manufacturing | 11 | 17,875 | 16,187 | 16,235 | 15,516 | 15,467 | 13,612 | 12,964 | 12,712 | 12,301 | 5 |
| Industrial products | 12 | 6,455 | 6,284 | 6,839 | 6,313 | 6,383 | 5,491 | 5,296 | 5,307 | 5,105 | |
| Consumer products | 13 | 6,405 | 6,006 | 5,750 | 5,729 | 5,445 | 4,759 | 4,336 | 4,089 | 3,983 | |
| Automotive | 14 | 1,404 | 526 | 547 | 552 | 610 | 608 | 448 | 472 | 439 | (|
| Other manufacturing | 15 | 3,611 | 3,371 | 3,099 | 2,922 | 3,029 | 2,754 | 2,884 | 2,844 | 2,774 | 1 |
| Mining | 16 | 1,850 | 1,309 | 1,161 | 1,124 | 1,120 | 1,085 | 1,008 | 851 | 974 | 0. |
| Oil and Gas | 17 | 7,355 | 6,667 | 6,620 | 6,622 | 7,082 | 5,943 | 5,359 | 5,830 | 4,151 | 2. |
| Transportation | 18 | 10,673 | 3,735 | 3,874 | 3,387 | 3,530 | 2,532 | 2,504 | 2,458 | 2,374 | 3. |
| Utilities | 19 | 2,588 | 1,984 | 1,888 | 1,716 | 1,786 | 1,670 | 1,398 | 1,389 | 1,435 | 0. |
| Forest products | 20 | 975 | 859 | 928 | 781 | 776 | 587 | 685 | 729 | 594 | 0. |
| Service industries | 21 | 31,653 | 28,384 | 26,410 | 24,449 | 24,575 | 22,114 | 21,020 | 19,734 | 19,045 | 8 |
| Automotive lease and rental | 22 | 3,181 | 2,194 | 2,403 | 2,102 | 1,921 | 1,671 | 1,837 | 1,409 | 1,553 | (|
| Educational | 23 | 2,192 | 2,077 | 2,524 | 2,323 | 2,520 | 1,907 | 1,878 | 1,830 | 1,844 | (|
| Health care | 24 | 7,278 | 6,311 | 6,132 | 5,468 | 5,683 | 5,255 | 4,807 | 4,913 | 4,615 | 2 |
| Business and professional services | 25 | 7,310 | 6,244 | 5,529 | 5,253 | 4,758 | 4,574 | 4,148 | 4,273 | 4,007 | 2 |
| Hospitality and recreation | 26 | 5,061 | 4,748 | 4,455 | 4,156 | 4,232 | 4,012 | 3,942 | 3,848 | 3,768 | 1 |
| Other | 27 | 6,631 | 6,810 | 5,367 | 5,147 | 5,461 | 4,695 | 4,408 | 3,461 | 3,258 | 1 |
| Financial | 28 | 32,830 | 31,220 | 30,810 | 28,348 | 28,049 | 24,096 | 22,899 | 23,235 | 22,453 | 9. |
| Government | 29 | 1,971 | 1,874 | 1,975 | 2,384 | 2,296 | 2,076 | 1,803 | 2,364 | 2,629 | 0. |
| Other | 30 | 4,336 | 4,772 | 4,821 | 4,554 | 4,750 | 6,131 | 5,877 | 6,901 | 7,634 | 1. |
| otal Businesses and Government | 31 | 177,262 | 156,177 | 152,579 | 143,429 | 143,934 | 131,430 | 125,182 | 126,027 | 121,292 | 49. |
| pans and Acceptances, Net of Specific Allowances | 32 | 357,900 | 335,522 | 330,653 | 317,265 | 319,069 | 304,398 | 296,763 | 296,022 | 291,026 | 100. |
| ollective allowance (1) | 33 | (1,717) | (1,660) | (1,660) | (1,594) | (1,638) | (1,542) | (1,517) | (1,521) | (1,533) | (0. |
| otal Net Loans and Acceptances | 34 | 356.183 | 333.862 | 328.993 | 315.671 | 317.431 | 302.856 | 295.246 | 294.501 | 289,493 | 100. |

| GROSS IMPAIRED LOANS AND ACCEPTANCES | | | | | | | | 1 | вмо 👛 🖰 | Financia | l Group |
|--|------|-------|-------|-------|-------|-------|-------|-------|---------|----------|---------|
| BY PRODUCT AND INDUSTRY (1) | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | MIX |
| (\$ millions) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q1 |
| | | | | | | | | | ~- | | |
| Consumer | | | | | | | | | | | |
| Residential mortgages | 1 | 396 | 370 | 552 | 563 | 567 | 532 | 507 | 589 | 611 | 0.4 % |
| Consumer instalment and other personal | 2 | 608 | 546 | 600 | 603 | 611 | 544 | 478 | 511 | 522 | 0.8 % |
| Total Consumer | 3 | 1,004 | 916 | 1,152 | 1,166 | 1,178 | 1,076 | 985 | 1,100 | 1,133 | 0.6 % |
| Businesses and Government, excluding | | | | | | | | | | | |
| Securities Borrowed or Purchased under Resale Agreements | | | | | | | | | | | |
| Commercial real estate | 4 | 100 | 104 | 111 | 131 | 161 | 172 | 185 | 237 | 431 | 0.5 % |
| Construction (non-real estate) | 5 | 99 | 91 | 95 | 92 | 111 | 100 | 109 | 100 | 72 | 2.9 % |
| Retail trade | 6 | 55 | 78 | 54 | 47 | 48 | 46 | 46 | 92 | 108 | 0.3 % |
| Wholesale trade | 7 | 47 | 66 | 61 | 50 | 49 | 45 | 49 | 85 | 95 | 0.4 % |
| Agriculture | 8 | 182 | 135 | 135 | 126 | 143 | 111 | 118 | 107 | 118 | 1.7 % |
| Communications | 9 | 22 | 22 | 22 | - | 55 | 59 | - | - | - | 2.5 % |
| Manufacturing | 10 | 131 | 140 | 140 | 120 | 134 | 133 | 105 | 124 | 112 | 0.7 % |
| Industrial products | 11 | 24 | 31 | 32 | 22 | 42 | 37 | 70 | 89 | 62 | 0.4 % |
| Consumer products | 12 | 45 | 45 | 54 | 56 | 51 | 58 | 22 | 17 | 32 | 0.7 % |
| Automotive | 13 | 7 | 6 | 9 | 14 | 33 | 29 | 2 | 2 | 3 | 0.5 % |
| Other manufacturing | 14 | 55 | 58 | 45 | 28 | 8 | 9 | 11 | 16 | 15 | 1.5 % |
| Mining | 15 | 44 | 4 | 4 | 7 | 12 | 12 | 12 | 7 | 10 | 2.4 % |
| Oil and Gas | 16 | 162 | 102 | 106 | 26 | _ | 1 | 1 | 1 | 2 | 2.2 % |
| Transportation | 17 | 73 | 35 | 44 | 36 | 9 | 9 | 13 | 14 | 19 | 0.7 % |
| Utilities | 18 | 11 | 14 | 13 | _ | - | - | _ | - | - | 0.4 % |
| Forest products | 19 | 10 | 11 | 12 | 19 | 20 | 22 | 23 | 26 | 27 | 1.0 % |
| Service industries | 20 | 153 | 140 | 132 | 185 | 227 | 245 | 258 | 359 | 268 | 0.5 % |
| Automotive lease and rental | 21 | 1 | 1 | 1 | 3 | 2 | 6 | 6 | 6 | 6 | 0.0 % |
| Educational | 22 | 32 | 26 | 7 | 27 | 28 | 26 | 40 | 45 | 37 | 1.5 % |
| Health care | 23 | 23 | 17 | 12 | 34 | 59 | 49 | 58 | 65 | 60 | 0.3 % |
| Business and professional services | 24 | 11 | 9 | 21 | 26 | 36 | 47 | 68 | 75 | 42 | 0.2 % |
| Hospitality and recreation | 25 | 15 | 14 | 31 | 33 | 40 | 26 | 27 | 37 | 46 | 0.3 % |
| Other | 26 | 71 | 73 | 60 | 62 | 62 | 91 | 59 | 131 | 77 | 1.1 % |
| Financial | 27 | 51 | 51 | 49 | 7 | 8 | 11 | 31 | 42 | 67 | 0.2 % |
| Government | 28 | 4 | _ | _ | _ | 2 | 2 | 3 | 6 | 5 | 0.2 % |
| Other | 29 | 10 | 50 | 35 | 35 | 38 | 4 | 37 | 25 | 15 | 0.2 % |
| Total Businesses and Government | 30 | 1,154 | 1,043 | 1,013 | 881 | 1,017 | 972 | 990 | 1,225 | 1,349 | 0.7 % |
| Total Cross Impaired Loans and Assentances | 31 | 2 450 | 1.050 | 2.465 | 2.047 | 2 105 | 2.049 | 1 075 | 2 225 | 2.402 | 0.6.0/ |
| Total Gross Impaired Loans and Acceptances | 31 | 2,158 | 1,959 | 2,165 | 2,047 | 2,195 | 2,048 | 1,975 | 2,325 | 2,482 | 0.6 % |

⁽¹⁾ GIL excludes Purchased Credit Impaired Loans.

| NET IMPAIRED LOANS | | | | | | | | H | вмо 🕮 | Financia | l Group |
|--|------|-------|-------|-------|-------|-------|-------|-------|-------|----------|---------|
| AND ACCEPTANCES BY PRODUCT AND INDUSTRY (1) | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | MIX |
| (\$ millions) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q1 |
| | | | | | | | | | | | |
| Consumer | | | | | | | | | | | |
| Residential mortgages | 1 | 358 | 332 | 493 | 509 | 508 | 471 | 435 | 520 | 535 | 0.3 % |
| Consumer instalment and other personal | 2 | 476 | 433 | 480 | 485 | 507 | 445 | 385 | 419 | 438 | 0.6 % |
| Total Consumer | 3 | 834 | 765 | 973 | 994 | 1,015 | 916 | 820 | 939 | 973 | 0.5 % |
| Businesses and Government, excluding | | | | | | | | | | | |
| Securities Borrowed or Purchased under Resale Agreements | | | | | | | | | | | |
| Commercial real estate | 4 | 84 | 87 | 94 | 110 | 142 | 159 | 163 | 189 | 393 | 0.4 % |
| Construction (non-real estate) | 5 | 92 | 83 | 86 | 83 | 95 | 84 | 65 | 69 | 51 | 2.7 % |
| Retail trade | 6 | 41 | 55 | 35 | 28 | 27 | 38 | 31 | 78 | 95 | 0.2 % |
| Wholesale trade | 7 | 32 | 47 | 45 | 35 | 29 | 35 | 28 | 50 | 62 | 0.3 % |
| Agriculture | 8 | 172 | 129 | 126 | 118 | 128 | 103 | 106 | 94 | 105 | 1.6 % |
| Communications | 9 | 13 | 13 | 13 | - | 55 | 59 | - | - | - | 1.5 % |
| Manufacturing | 10 | 93 | 102 | 113 | 93 | 107 | 100 | 55 | 51 | 68 | 0.5 % |
| Industrial products | 11 | 16 | 25 | 24 | 19 | 34 | 32 | 37 | 53 | 36 | 0.2 % |
| Consumer products | 12 | 36 | 31 | 40 | 40 | 35 | 43 | 12 | 6 | 21 | 0.6 % |
| Automotive | 13 | 5 | 4 | 7 | 12 | 31 | 20 | 1 | 1 | 2 | 0.4 % |
| Other manufacturing | 14 | 36 | 42 | 42 | 22 | 7 | 5 | 5 | (9) | 9 | 1.0 % |
| Mining | 15 | 43 | 3 | 3 | 4 | 3 | 2 | 4 | 7 | 10 | 2.3 % |
| Oil and Gas | 16 | 138 | 100 | 104 | 16 | - | 1 | 1 | 1 | 1 | 1.9 % |
| Transportation | 17 | 66 | 30 | 42 | 34 | 7 | 7 | 12 | 12 | 16 | 0.6 % |
| Utilities | 18 | 11 | 14 | 13 | - | - | - | - | - | - | 0.4 % |
| Forest products | 19 | 8 | 9 | 10 | 15 | 12 | 13 | 16 | 17 | 18 | 0.8 % |
| Service industries | 20 | 97 | 107 | 99 | 127 | 149 | 145 | 181 | 256 | 167 | 0.3 % |
| Automotive lease and rental | 21 | 1 | 1 | 1 | 1 | - | 1 | - | - | | 0.0 % |
| Educational | 22 | 23 | 26 | 7 | 15 | 16 | 24 | 26 | 41 | 33 | 1.0 % |
| Health care | 23 | 18 | 16 | 11 | 28 | 51 | 42 | 61 | 40 | 43 | 0.2 % |
| Business and professional services | 24 | 8 | 7 | 18 | 22 | 34 | 46 | 42 | 44 | 19 | 0.1 % |
| Hospitality and recreation | 25 | 13 | 12 | 29 | 31 | 36 | 24 | 25 | 35 | 44 | 0.3 % |
| Other | 26 | 34 | 45 | 33 | 30 | 12 | 8 | 27 | 96 | 28 | 0.5 % |
| Financial | 27 | 35 | 48 | 38 | 6 | 6 | 9 | 10 | 23 | 46 | 0.1 % |
| Government | 28 | 4 | - | - | - | 2 | 2 | 2 | 5 | 4 | 0.2 % |
| Other | 29 | 1 | 10 | 34 | 35 | 10 | 1 | 35 | 2 | 2 | 0.0 % |
| Total Businesses and Government | 30 | 930 | 837 | 855 | 704 | 772 | 758 | 709 | 854 | 1,038 | 0.5 % |
| | | | | | | | | | | | |
| Total Net Impaired Loans and Acceptances (2) | 31 | 1,764 | 1,602 | 1,828 | 1,698 | 1,787 | 1,674 | 1,529 | 1,793 | 2,011 | 0.5 % |

⁽¹⁾ Net Impaired Loans exclude purchased credit impaired loans.
(2) Net Impaired Loan balances are net of specific allowances, excluding off-balance sheet instruments and undrawn commitments.

| LOANS AND ACCEPTANCES | | | | | | | | | вмо | W Ringme | ial Group |
|--|------|---------|---------|---------|---------|---------|---------|---------|---------|----------|-----------|
| BY GEOGRAPHIC AREA (1) | | | | | | | | | DMC | Tilliand | nai Group |
| () | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | MIX |
| (\$ millions) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | Q1 |
| Gross Loans and Acceptances | | | | | | | | | | | |
| Canada | 1 | 228,373 | 223,500 | 220,530 | 216,796 | 214,457 | 213,490 | 210,730 | 209,174 | 205,491 | 63.7 % |
| United States | 2 | 119,951 | 101,198 | 98,581 | 89,301 | 92,559 | 80,135 | 75.633 | 75,759 | 75,693 | 33.5 % |
| Other Countries | 3 | 9,970 | 11,181 | 11,879 | 11,517 | 12,461 | 11,147 | 10,846 | 11,621 | 10,313 | 2.8 % |
| Total Gross Loans and Acceptances | 4 | 358,294 | 335,879 | 330,990 | 317,614 | 319,477 | 304,772 | 297,209 | 296,554 | 291,497 | 100.0 % |
| Specific ACL (2) | | | | | | | | | | | |
| Canada | 5 | (145) | (145) | (158) | (156) | (175) | (191) | (240) | (252) | (235) | |
| United States | 6 | (249) | (212) | (179) | (192) | (232) | (182) | (204) | (278) | (233) | |
| Other Countries | 7 | (243) | (212) | (173) | (132) | (1) | (102) | (204) | (2) | (3) | |
| Other Countries | ' | | | | (1) | (1) | (1) | (2) | (2) | (3) | |
| Net Loans and Acceptances | | | | | | | | | | | |
| Canada | 8 | 228,228 | 223,355 | 220,372 | 216,640 | 214,282 | 213,299 | 210,490 | 208,922 | 205,256 | 64.1 % |
| United States | 9 | 119,702 | 100,986 | 98,402 | 89,109 | 92,327 | 79,953 | 75,429 | 75,481 | 75,460 | 33.6 % |
| Other Countries | 10 | 9,970 | 11,181 | 11,879 | 11,516 | 12,460 | 11,146 | 10,844 | 11,619 | 10,310 | 2.8 % |
| Total Loans and Acceptances, | | | | | | | | | | | |
| net of specific ACL | 11 | 357,900 | 335,522 | 330,653 | 317,265 | 319,069 | 304,398 | 296,763 | 296,022 | 291,026 | 100.5 % |
| Collective ACL (3) | | | | | | | | | | | |
| Canada | 12 | (918) | (857) | (810) | (808) | (773) | (795) | (767) | (787) | (782) | (0.3)% |
| United States | 13 | (799) | (803) | (850) | (786) | (865) | (747) | (750) | (734) | (751) | (0.2)% |
| Total Net Loans and Acceptances | 14 | 356,183 | 333,862 | 328,993 | 315,671 | 317,431 | 302,856 | 295,246 | 294,501 | 289,493 | 100.0 % |
| Gross Impaired Loans and Acceptances (4) | | | | | | | | | | | |
| Canada | 15 | 729 | 641 | 664 | 705 | 722 | 742 | 750 | 830 | 830 | |
| United States | 16 | 1,426 | 1,314 | 1,498 | 1,340 | 1,469 | 1,301 | 1,220 | 1,488 | 1,646 | |
| Other Countries | 17 | 3 | 1,314 | 3 | 1,540 | 1,409 | 1,301 | 5 | 7 | 6 | |
| Total Gross Impaired Loans and Acceptances | 18 | 2,158 | 1,959 | 2,165 | 2,047 | 2,195 | 2,048 | 1,975 | 2,325 | 2,482 | |
| Total Gloss Impalled Loans and Acceptances | 10 | 2,130 | 1,959 | 2,105 | 2,047 | 2,195 | 2,040 | 1,975 | 2,323 | 2,402 | |
| Net Impaired Loans and Acceptances (4) | | | | | | | | | | | |
| Canada | 19 | 584 | 496 | 506 | 549 | 547 | 551 | 510 | 578 | 595 | |
| United States | 20 | 1,177 | 1,102 | 1,319 | 1,148 | 1,237 | 1,119 | 1,016 | 1,210 | 1,413 | |
| Other Countries | 21 | 3 | 4 | 3 | 1 | 3 | 4 | 3 | 5 | 3 | |
| Total Impaired Loans and Acceptances, | | | | | | | | | | | |
| net of specific ACL | 22 | 1,764 | 1,602 | 1,828 | 1,698 | 1,787 | 1,674 | 1,529 | 1,793 | 2,011 | |

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

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

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

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

| OLIANOES IN IMPAIRMENT ALL OWANGES | | | | | | | | | | | вмо | ™ Fi | nancial G | Group |
|---|------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------------|-----------|---------|
| CHANGES IN IMPAIRMENT ALLOWANCES FOR CREDIT LOSSES (ACL) | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 | 2014 | 2014 | 2014 | YTD | YTD | Fiscal | Fiscal |
| (\$ millions) | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 | Q1 | 2016 | 2015 | 2015 | 2014 |
| Impairment Allowances (Total ACL), beginning of period | 1 | 2,052 | 2,053 | 1,978 | 2,093 | 1,966 | 2,011 | 2,098 | 2,048 | 1,970 | 2,052 | 1,966 | 1,966 | 1,970 |
| Amounts written off | 2 | (231) | (261) | (269) | (274) | (261) | (303) | (331) | (234) | (281) | (231) | (261) | (1,065) | (1,149) |
| Recoveries of amounts written off in previous periods | 3 | 87 | 144 | 115 | 95 | 102 | 92 | 182 | 139 | 211 | 87 | 102 | 456 | 624 |
| Charge to income statement (PCL) | 4 | 183 | 128 | 160 | 161 | 163 | 170 | 130 | 162 | 99 | 183 | 163 | 612 | 561 |
| Foreign exchange and other movements | 5 | 55 | (12) | 69 | (97) | 123 | (4) | (68) | (17) | 49 | 55 | 123 | 83 | (40) |
| Total ACL, at end of period | 6 | 2,146 | 2,052 | 2,053 | 1,978 | 2,093 | 1,966 | 2,011 | 2,098 | 2,048 | 2,146 | 2,093 | 2,052 | 1,966 |
| Total ACL comprised of : Loans | 7 | 1,951 | 1,855 | 1,811 | 1,758 | 1,847 | 1,734 | 1,768 | 1,850 | 1,747 | 1,951 | 1,847 | 1,855 | 1,734 |
| Specific ACL for other credit instruments | 8 | 35 | 35 | 56 | 35 | 47 | 50 | 48 | 45 | 44 | 35 | 47 | 35 | 50 |
| Collective ACL for other credit instruments | | | | | | | | | | | | | | ļ |
| and undrawn commitments | 9 | 160 | 162 | 186 | 185 | 199 | 182 | 195 | 203 | 257 | 160 | 199 | 162 | 182 |
| Allocation of Recoveries of Amounts Written Off in Previous P | | 40. | | 70 | 40 | 40 | 05 | 75 | 40 | | 42 | 40 | 200 | |
| Consumer | 10 | 43 | 99 | 73 | 48 | 42 | 25 | 75 | 46 | 55 | 43 | 42 | 262 | 201 |
| Businesses and Governments | 11 | 44 | 45 | 42 | 47 | 60 | 67 | 107 | 93 | 156 | 44 | 60 | 194 | 423 |
| Allocation of Amounts Written Off by Market | | | | | | | | | | | | | | |
| Consumer | 12 | 182 | 195 | 184 | 187 | 187 | 190 | 202 | 179 | 171 | 182 | 187 | 753 | 742 |
| Businesses and Governments | 13 | 49 | 66 | 85 | 87 | 74 | 113 | 129 | 55 | 110 | 49 | 74 | 312 | 407 |

| Total Impaired Loans and Acceptances GIL, beginning of period 14 Retail formations (2) 15 Retail reductions (3) 16 Businesses and government formations 17 Businesses and government reductions (3) 18 Net new additions (reductions) (2) 19 Retail write-offs (2) 20 | Q1 | 2015 Q4 | 2015 Q3 | 2015 Q2 | 2015 Q1 | 2014 Q4 | 2014 Q3 | 2014 Q2 | 2014 Q1 | YTD 2016 | YTD 2015 | Fiscal 2015 | Fiscal 2014 |
|---|-------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|-------------|----------------|----------------|
| Retail formations (2) 15 Retail reductions (3) 16 Businesses and government formations 17 Businesses and government reductions (3) 18 Net new additions (reductions) (2) 19 Retail write-offs (2) 20 | | | | | | | | | | | | | |
| Retail reductions (3)16Businesses and government formations17Businesses and government reductions (3)18Net new additions (reductions) (2)19Retail write-offs (2)20 | 1,959 | 2,165 | 2,047 | 2,195 | 2,048 | 1,975 | 2,325 | 2,482 | 2,544 | 1,959 | 2,048 | 2,048 | 2,544 |
| Businesses and government formations 17 Businesses and government reductions (3) 18 Net new additions (reductions) (2) 19 Retail write-offs (2) 20 | 318 | 285 | 244 | 298 | 316 | 303 | 292 | 253 | 324 | 318 | 316 | 1,143 | 1,172 |
| Businesses and government reductions (3) 18 Net new additions (reductions) (2) 19 Retail write-offs (2) 20 | (137) | (409) | (168) | (219) | (115) | (111) | (301) | (192) | (148) | (137) | (115) | (911) | (752) |
| Net new additions (reductions) (2) 19 Retail write-offs (2) 20 | 276 | 199 | 315 | 156 | 108 | 231 | 165 | 256 | 318 | 276 | 108 | 778 | 970 |
| Retail write-offs (2) 20 | (116) | (103) | (98) | (205) | 11 | (136) | (271) | (325) | (353) | (116) | 11 | (395) | (1,085) |
| * / | 341 | (28) | 293 | 30 | 320 | 287 | (115) | (8) | 141 | 341 | 320 | 615 | 305 |
| la | (93) | (112) | (90) | (91) | (99) | (101) | (106) | (94) | (93) | (93) | (99) | (392) | (394) |
| Business and government write-offs 21 | (49) | (66) | (85) | (87) | (74) | (113) | (129) | (55) | (110) | (49) | (74) | (312) | (407) |
| Write-offs (2) | (142) | (178) | (175) | (178) | (173) | (214) | (235) | (149) | (203) | (142) | (173) | (704) | (801) |
| GIL, end of period 23 | 2,158 | 1,959 | 2,165 | 2,047 | 2,195 | 2,048 | 1,975 | 2,325 | 2,482 | 2,158 | 2,195 | 1,959 | 2,048 |
| Specific ACL, beginning of period 24 | 357 | 337 | 349 | 408 | 374 | 446 | 532 | 471 | 444 | 357 | 374 | 374 | 444 |
| Increase / (Decrease) 25 | 268 | 281 | 257 | 215 | 295 | 231 | 245 | 295 | 308 | 268 | 295 | 1,048 | 1,079 |
| Amounts Written Off 26 | (231) | (261) | (269) | (274) | (261) | (303) | (331) | (234) | (281) | (231) | (261) | (1,065) | (1,149) |
| Specific ACL, end of period (4) 27 | 394 | 357 | 337 | 349 | 408 | 374 | 446 | 532 | 471 | 394 | 408 | 357 | 374 |
| | | | | | | | | | | | | | |
| NIL, beginning of period 28 | 1,602 | 1,828 | 1,698 | 1,787 | 1,674 | 1,529 | 1,793 | 2,011 | 2,100 | 1,602 | 1,674 | 1,674 | 2,100 |
| Change in gross impaired loans 29 | 199 | (206) | 118 | (148) | 147 | 73 | (350) | (157) | (62) | 199 | 147 | (89) | (496) |
| Change in specific ACL (4) 30 | (37) | (20) | 12 | 59 | (34) | 72 | 86 | (61) | (27) | (37) | (34) | 17 | 70 |
| NIL, end of period 31 | 1.764 | 1.602 | 1.828 | | | | | | | | | | |

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

⁽²⁾ Excludes certain loans that are written off directly and not classified as new formations (Q1'16 \$89 million, Q4'15 \$83 million, Q3'15 \$94 million, Q2'15 \$96 million, Q1'15 \$88 million, Q4'14 \$89 million, Q3'14 \$96 million, Q2'14 \$85 million, and Q1'14 \$78 million).

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

⁽⁴⁾ Excludes specific ACL for Other Credit Instruments, which are included in Other Liabilities.

| LOANS PAST DUE NOT IMPAIRED | | | | | | | | вмо 🕮 в | inancial Group |
|--|------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|----------------|
| (CDE\$ in millions, except as noted) | LINE | 1 to 29 | days | 30 to 8 | 9 days | 90 days | or more | To | tal |
| | # | Jan 31, 2016 | Oct 31, 2015 |
| Residential mortgages | 1 | 627 | 641 | 543 | 459 | 32 | 33 | 1,202 | 1,133 |
| Credit card, consumer loans | 2 | 3,172 | 2,474 | 487 | 494 | 99 | 90 | 3,758 | 3,058 |
| Businesses and governments loans | 3 | 789 | 416 | 570 | 162 | 194 | 92 | 1,553 | 670 |
| Customers' liability under acceptances | 4 | - | - | - | - | - | - | - | - |
| Total | 5 | 4,588 | 3,531 | 1,600 | 1,115 | 325 | 215 | 6,513 | 4,861 |

| RESIDENTIAL MORTGAGES (7) | | | | | | | | | | | |
|---------------------------------------|----|-------------|-----------|----------------------|------------|-------------------------------------|-------------|-----------|----------------------|------------|-------------------------------------|
| | | | A | s at January 31, 201 | 6 | | | Α | s at October 31, 201 | 5 | |
| (CDE \$ in millions, except as noted) | | | Outstal | ndings | | New originations during the quarter | | Outsta | ndings | | New originations during the quarter |
| Region (1) | | Insured (2) | Uninsured | Total | % of Total | Avg LTV (3) Uninsured | Insured (2) | Uninsured | Total | % of Total | Avg LTV (3) Uninsured |
| Atlantic | 6 | 3,675 | 1,665 | 5,340 | 5.0% | 73% | 3,630 | 1,719 | 5,349 | 5.1% | 72% |
| Quebec | 7 | 8,957 | 5,385 | 14,342 | 13.4% | 71% | 8,956 | 5,379 | 14,335 | 13.5% | 71% |
| Ontario | 8 | 23,844 | 16,568 | 40,412 | 37.8% | 68% | 23,041 | 17,025 | 40,066 | 37.9% | 69% |
| Alberta | 9 | 11,265 | 4,492 | 15,757 | 14.7% | 72% | 11,089 | 4,609 | 15,698 | 14.8% | 71% |
| British Columbia | 10 | 7,523 | 10,429 | 17,952 | 16.8% | 64% | 7,489 | 10,302 | 17,791 | 16.8% | 63% |
| All Other Canada | 11 | 2,439 | 1,314 | 3,753 | 3.5% | 70% | 2,374 | 1,379 | 3,753 | 3.5% | 71% |
| Total Canada | 12 | 57,703 | 39,853 | 97,556 | 91.2% | 68% | 56,579 | 40,413 | 96,992 | 91.6% | |
| U.S. | 13 | 28 | 9,442 | 9,470 | 8.8% | 70% | 25 | 8,901 | 8,926 | | 71% |
| Total | 14 | 57,731 | 49,295 | 107,026 | 100.0% | 68% | 56,604 | 49,314 | 105,918 | 100.0% | 69% |

| HOME EQUITY LINES OF CREDIT (HEI | LOC) (4) | | | | | | | | | | |
|---------------------------------------|----------|--------------|----------------|----------------------|------------------------|-------------------------------------|--------------|----------------|----------------------|------------------------|-------------------------------------|
| | | | А | s at January 31, 201 | 6 | | | Į. | s at October 31, 201 | 5 | |
| (CDE \$ in millions, except as noted) | | | Port | folio | | New originations during the quarter | | Port | tfolio | | New originations during the quarter |
| Region (1) | | Outstandings | Authorizations | % of Outstandings | % of Authorizations | Average LTV (3) | Outstandings | Authorizations | % of Outstandings | % of Authorizations | Average LTV (3) |
| Atlantic | 15 | 930 | 1,493 | 2.7% | 2.3% | 64% | 935 | 1,493 | 2.7% | 2.4% | 66% |
| Quebec | 16 | 5,327 | 9,269 | 15.3% | 14.4% | 69% | 5,281 | 9,112 | 15.3% | 14.4% | 69% |
| Ontario | 17 | 12,078 | 22,950 | 34.6% | 35.5% | 61% | 12,031 | 22,686 | 34.8% | 35.8% | 62% |
| Alberta | 18 | 3,322 | 6,342 | 9.5% | 9.8% | 61% | 3,332 | 6,310 | 9.7% | 10.0% | 63% |
| British Columbia | 19 | 5,590 | 10,068 | 16.0% | 15.6% | 57% | 5,559 | 9,927 | 16.1% | 15.7% | 57% |
| All Other Canada | 20 | 823 | 1,396 | 2.4% | 2.2% | 64% | 824 | 1,390 | 2.4% | 2.2% | 64% |
| Total Canada | 21 | 28,070 | 51,518 | 80.5% | 79.8% | 61% | 27,962 | 50,918 | 81.0% | 80.5% | 62% |
| U.S. | 22 | 6,786 | 13,002 | 19.5% | 20.2% | 67% | 6,544 | 12,308 | 19.0% | 19.5% | 66% |
| Total | 23 | 34,856 | 64,520 | 100.0% | 100.0% | 63% | 34,506 | 63,226 | 100.0% | 100.0% | 63% |

| RESIDENTIAL MORTGAGES BY REMA | INING 1 | TERM OF AMORT | TIZATION (5) (7) | | | | | | | | | | | | | | |
|-------------------------------|---------|---------------|------------------|---------------|----------------------|---------------|---------------|--------------|---------------------|--------------|---------------|----------------------|---------------|---------------|--------------|--|--|
| | | | | | s at January 31, 201 | | | | | | | s at October 31, 201 | | | | | |
| (Based upon Outstandings CDE) | | | | | Amortization period | | | | Amortization period | | | | | | | | |
| | | < 5 Years % | 6-10 Years % | 11-15 Years % | 16-20 Years % | 21-25 Years % | 26-30 Years % | > 30 Years % | < 5 Years % | 6-10 Years % | 11-15 Years % | 16-20 Years % | 21-25 Years % | 26-30 Years % | > 30 Years % | | |
| Canada | 24 | 1.3% | 4.9% | 8.6% | 15.5% | 40.8% | 27.5% | 1.4% | 1.4% | 4.9% | 8.7% | 15.4% | 40.5% | 27.2% | 1.9% | | |
| U.S. (6) | 25 | 1.5% | 6.0% | 7.6% | 13.0% | 24.3% | 47.2% | 0.4% | 1.5% | 6.1% | 7.6% | 12.4% | 25.2% | 46.8% | 0.4% | | |
| Total | 26 | 1.4% | 5.0% | 8.6% | 15.3% | 39.3% | 29.2% | 1.3% | 1.4% | 5.0% | 8.6% | 15.2% | 39.3% | 28.7% | 1.8% | | |

(1) Region is based upon address of the property mortgaged.
(2) Portfolio insured mortgages are defined as mortgages that are individually or bulk insured through a credited insurer (i.e. CMHC, Genworth).
(3) Loan-to-Value (LTV) is based on the value of the property at mortgage origination and outstanding amount for mortgages, authorized amounts for HELOC's.
(4) HELOC includes revolving and non-revolving loans.
(5) Remaining amortization is based upon current balance, interest rate, customer payment amount and frequency in Canada and contractual payment schedule in the US.
(6) Large proportion of U.S. based mortgages in the longer amortization band largely driven by modification programs for troubled borrowers and regulator initiated mortgage refinance program.
(7) Prior periods were restated in the first quarter of 2016 to conform to the current period's presentation.

| | | | | | | | | | | | | | | | | вмо 🕮 г | inancial Group |
|---|----------|--------------------|---------------------|---------------------------|-----------------------------|-------------------|---------------------|---------------------------|-----------------------------|--------------------|---------------------|---------------------------|-----------------------------|-------------------|---------------------|---------------------------|-----------------------------|
| | | | As at Janu | ary 31, 2016 | | | As at Octo | ber 31, 2015 | | | As at Ju | ly 31, 2015 | | | As at Ap | oril 30, 2015 | |
| DERIVATIVE INSTRUMENTS | LINE | Madagal | Bankaran | One division | Basel | Notional | Bankaran | 0 | Basel | Madana | Bankarana | One division | Basel | Notional | B | One division | Basel |
| (\$ millions) | # | Notional Amount | Replacement Cost | Credit risk Equivalent | Risk-weighted Assets (1) | Amount | Replacement Cost | Credit risk Equivalent | Risk-weighted Assets (1) | Notional Amount | Replacement Cost | Credit risk Equivalent | Risk-weighted Assets (1) | Amount | Replacement Cost | Credit risk Equivalent | Risk-weighted Assets (1) |
| Interest Rate Contracts | | | | | | | | | | | | | | | | | |
| Over-the-counter | | | | | | | | | | | | | | | | | |
| Swaps | 1 | 2,926,892 | 20,875 | 23,689 | | 2,959,787 | 18,590 | 22,037 | | 2,994,725 | 20,110 | 22,891 | | 3,012,113 | 18,909 | 22,721 | |
| Forward rate agreements | 2 | 334,055 | 64 | 61 | | 432,744 | 25 | 24 | | 468,229 | 57 | 45 | | 356,463 | 54 | 57 | |
| Purchased options | 3 | 19,722 | 734 | 771 | | 21,344 | 633 | 651 | | 18,730 | 725 | 733 | | 19,891 | 775 | 799 | |
| Written options | 4 | 26,677 | - | - | | 24,154 | - | - | | 23,251 | - | - | | 24,947 | - | - | |
| | 5 | 3,307,346 | 21,673 | 24,521 | 1,720 | 3,438,029 | 19,248 | 22,712 | 1,461 | 3,504,935 | 20,892 | 23,669 | 1,646 | 3,413,414 | 19,738 | 23,577 | 1,79 |
| Exchange traded | _ | | | | | | | | | | | | | | | | |
| Futures | 6 | 129,308 | - | - | | 137,583 | - | - | | 145,840 | - | - | | 125,775 | - | - | |
| Purchased options | 7 | 28,876 | - | - | | 26,598 | - | - | | 20,430 | - | - | | 21,262 | - | - | |
| Written options | 8 9 | 32,764 190,948 | - | - | | 25,038 189,219 | | - | | 14,502 180,772 | | - | | 18,346 165,383 | | - | |
| | | | | | | | | | | | | | | | | | |
| Total Interest Rate Contracts Foreign Exchange Contracts | 10 | 3,498,294 | 21,673 | 24,521 | 1,720 | 3,627,248 | 19,248 | 22,712 | 1,461 | 3,685,707 | 20,892 | 23,669 | 1,646 | 3,578,797 | 19,738 | 23,577 | 1,79 |
| Over-the-counter | | | | | | | | | | | | | | | | | |
| Cross-currency swaps | 11 | 76,910 | 6,563 | 10,316 | | 76,083 | 5,128 | 8,602 | | 71,517 | 3,949 | 8,319 | | 74,600 | 2,980 | 7,455 | |
| Cross-currency interest rate swaps | 12 | 376,932 | 11,100 | 19,159 | | 339,467 | 6,847 | 13,696 | | 332,553 | 11,510 | 18,317 | | 309,387 | 7,823 | 13,989 | |
| Forward foreign exchange contracts | 13 | 436,842 | 6,525 | 10,399 | | 393,098 | 4,191 | 7,838 | | 403,838 | 8,943 | 11,335 | | 386,985 | 6,882 | 9,300 | |
| Purchased options | 14 | 33,472 | 245 | 1,080 | | 28,297 | 115 | 768 | | 30,812 | 342 | 1,043 | | 32,660 | 183 | 898 | |
| Written options | 15 | 37,020 | = | - | | 28,960 | = | - | | 31,248 | - | - | | 33,152 | - | - | |
| | 16 | 961,176 | 24,433 | 40,954 | 2,576 | 865,905 | 16,281 | 30,904 | 2,034 | 869,968 | 24,744 | 39,014 | 2,904 | 836,784 | 17,868 | 31,642 | 2,26 |
| Exchange traded | | | | | | | | | | | | | | | | | |
| Futures | 17 | 790 | - | - | | 677 | - | = | | 316 | - | - | | 167 | = | = | |
| Purchased options | 18 | 5,000 | - | - | | 2,562 | - | - | | 1,658 | - | - | | 3,268 | - | - | |
| Written options | 19 | 2,085 | = | - | | 2,012 | = | - | | 1,964 | - | - | | 2,846 | - | - | |
| | 20 | 7,875 | | | | 5,251 | | | | 3,938 | | | | 6,281 | | | |
| Total Foreign Exchange Contracts | 21 | 969,051 | 24,433 | 40,954 | 2,576 | 871,156 | 16,281 | 30,904 | 2,034 | 873,906 | 24,744 | 39,014 | 2,904 | 843,065 | 17,868 | 31,642 | 2,26 |
| Commodity Contracts | | | | | | | | | | | | | | | | | |
| Over-the-counter | 00 | 40.074 | 4.000 | 0.474 | | 44.000 | 000 | 0.470 | | 40.000 | 704 | 0.005 | | 40.004 | 770 | 0.004 | |
| Swaps Purchased options | 22 23 | 12,271 5,737 | 1,038 76 | 2,471 1,055 | | 11,929 6,172 | 993 69 | 2,472 1,043 | | 12,322 6,359 | 761 58 | 2,225 1,028 | | 12,631 7,424 | 778 53 | 2,231 1,015 | |
| Written options | 23 | 3,869 | 70 | 1,055 | | 4,103 | 09 | 1,043 | | 4,186 | 30 | 1,020 | | 3,410 | 55 | 1,015 | |
| writterroptions | 25 | 21,877 | 1,114 | 3,526 | 497 | 22,204 | 1,062 | 3,515 | 496 | 22,867 | 819 | 3,253 | 413 | 23,465 | 831 | 3,246 | 39 |
| Exchange traded | 23 | 21,077 | 1,114 | 5,320 | 497 | 22,204 | 1,002 | 5,515 | 490 | 22,007 | 019 | 5,255 | 413 | 25,405 | 001 | 5,240 | 39 |
| Futures | 26 | 17,097 | - | - | | 16,803 | - | - | | 17,100 | - | - | | 21,529 | - | - | |
| Purchased options | 27 | 7,614 | - | - | | 7,614 | - | - | | 7,512 | - | - | | 6,788 | = | - | |
| Written options | 28 | 9,522 | - | - | | 9,720 | - | - | | 9,481 | - | - | | 8,258 | - | - | |
| | 29 | 34,233 | = | - | | 34,137 | = | - | | 34,093 | - | - | | 36,575 | - | - | |
| Total Commodity Contracts | 30 | 56,110 | 1,114 | 3,526 | 497 | 56,341 | 1,062 | 3,515 | 496 | 56,960 | 819 | 3,253 | 413 | 60,040 | 831 | 3,246 | 39 |
| Equity Contracts | | | | | | | | | | == | | | | == ==: | | | |
| Over-the-counter | 31 | 45,596 | 929 | 3,302 | | 47,114 | 892 | 3,366 | | 53,679 | | 3,769 | | 55,674 | 757 | 3,777 | |
| Exchange traded | 32 | 5,041 | | | | 4,371 | | | | 4,183 | | - | | 4,315 | | - | |
| Total Equity Contracts | 33 | 50,637 | 929 | 3,302 | 213 | 51,485 | 892 | 3,366 | 214 | 57,862 | 888 | 3,769 | 326 | 59,989 | 757 | 3,777 | 26 |
| Credit Default Swaps | | | | | | | | | | | | | | | | | |
| Over-the-counter | 0.4 | 0.500 | .= | · · · | | 0.00= | | · · · | | 0.00= | | | | 40.400 | =- | | |
| Purchased | 34 | 6,598 | 87 | 214 | | 6,665 | 36 | 245 | | 6,365 | 29 | 224 | | 10,428 | 76 | 239 | |
| Written | 35 | 9,695 | - | - | | 9,385 | - | | | 9,708 | - | - | e - | 12,924 | | - | - |
| Total Credit Default Swaps | 36 | 16,293 | 87 | 214 | 21 | 16,050 | 36 | 245 | 34 | 16,073 | 29 | 224 | 30 | 23,352 | 76 | 239 | 3 |
| Sub-total | 37 | 4,590,385 | 48,236 | 72,517 | 5,027 | 4,622,280 | 37,519 | 60,742 | 4,239 | 4,690,508 | 47,372 | 69,929 | 5,319 | 4,565,243 | 39,270 | 62,481 | 4,76 |
| Impact of master netting agreements | 38 | n.a. | (34,455) | (47,729) | | n.a. | (27,415) | (40,140) | | n.a. | (40,338) | (46,780) | | n.a. | (35,250) | (43,365) | |
| Total | 39 | 4,590,385 | 13,781 | 24,788 | 5,027 | 4,622,280 | 10,104 | 20,602 | 4,239 | 4,690,508 | 7,034 | 23,149 | 5,319 | 4,565,243 | 4,020 | 19,116 | 4,76 |

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

| | | | | | | | | | | | | | | вмо | Financia | ıl Group |
|---|-----------|-----------------|----------------------|------------|-----------------|----------------------|---------|-----------------|----------------------|---------|-----------------|----------------------|---------|-----------------|----------------------|----------|
| DERIVATIVE INSTRUMENTS | | As a | January 31, 20 | 016 | As a | t October 31, 20 | 15 | As | at July 31, 2015 | 5 | As | at April 30, 2015 | 5 | As at | January 31, 20 | 015 |
| Fair Value (\$ millions) | LINE # | Gross Assets | Gross Liabilities | Net | Gross Assets | Gross Liabilities | Net | Gross Assets | Gross Liabilities | Net | Gross Assets | Gross Liabilities | Net | Gross Assets | Gross Liabilities | Net |
| TRADING | - | | | 1 | | | 1 | | | | | | | | | |
| Interest Rate Contracts | | | | | | | | | | | | | | | | |
| Swaps | 1 | 19.317 | (18,181) | 1,136 | 17.382 | (16.449) | 933 | 18.852 | (17,769) | 1,083 | 17.772 | (16,761) | 1,011 | 23.985 | (22,719) | 1,266 |
| Forward rate agreements | 2 | 64 | (7) | 57 | 25 | (6) | 19 | 57 | (31) | 26 | 54 | (10,701) | 37 | 150 | (25) | 125 |
| Futures | 3 | - | (,, | - | 1 | (0) | 1 | - | (01) | - | - | (17) | - | - | (23) | 120 |
| Purchased options | 4 | 739 | | 739 | 637 | | 637 | 729 | | 729 | 784 | - | 784 | 1.017 | | 1.017 |
| Written options | 5 | - | (660) | (660) | - | (581) | (581) | 720 | (614) | (614) | 704 | (743) | (743) | 1,017 | (955) | (955) |
| written options | 6 | 20,120 | (18,848) | 1,272 | 18,045 | (17,036) | 1,009 | 19,638 | (18,414) | 1,224 | 18,610 | (17,521) | 1,089 | 25,152 | (23,699) | 1,453 |
| Foreign Exchange Contracts | Ŭ | 20,120 | (10,040) | 1,212 | 10,040 | (17,000) | 1,000 | 10,000 | (10,414) | 1,227 | 10,010 | (11,021) | 1,000 | 20,102 | (20,000) | 1,400 |
| Cross-currency swaps | 7 | 6,563 | (5,396) | 1,167 | 5,128 | (4,239) | 889 | 3,949 | (2,287) | 1,662 | 2,980 | (1,803) | 1,177 | 3,752 | (2,545) | 1,207 |
| Cross-currency interest rate swaps | 8 | 11,100 | (17,066) | (5,966) | 6,847 | (12,128) | (5,281) | 11,510 | (15,490) | (3,980) | 7,823 | (11,436) | (3,613) | 15,260 | (18,324) | (3,064) |
| Forward foreign exchange contracts | 9 | 5.042 | (2,469) | 2,573 | 3,099 | (1,306) | 1,793 | 7,664 | (5,575) | 2,089 | 5,681 | (5,607) | 74 | 11,627 | (8,549) | 3,078 |
| Purchased options | 10 | 279 | (2, 100) | 279 | 133 | (1,000) | 133 | 357 | (0,0.0) | 357 | 222 | (0,00.) | 222 | 1,021 | (0,0.0) | 1,021 |
| Written options | 11 | - | (301) | (301) | - | (178) | (178) | - | (401) | (401) | | (238) | (238) | .,02. | (1.000) | (1,000) |
| | 12 | 22.984 | (25,232) | (2,248) | 15.207 | (17.851) | (2.644) | 23.480 | (23.753) | (273) | 16.706 | (19,084) | (2.378) | 31,660 | (30.418) | 1,242 |
| Commodity Contracts | | | (==,===) | (=,= : =) | , | (11,001) | (=,0) | | (==,:==) | (=: =) | , | (10,001) | (=,0.0) | - 1,000 | (==,) | |
| Swaps | 13 | 1,038 | (1,935) | (897) | 993 | (1,818) | (825) | 761 | (1,917) | (1,156) | 778 | (1,676) | (898) | 911 | (2,671) | (1,760) |
| Purchased options | 14 | 786 | - | 786 | 674 | - | 674 | 673 | - | 673 | 523 | - | 523 | 747 | (=,=::, | 747 |
| Written options | 15 | - | (1,074) | (1,074) | - | (953) | (953) | - | (916) | (916) | - | (709) | (709) | _ | (1,054) | (1,054) |
| | 16 | 1,824 | (3,009) | (1,185) | 1,667 | (2,771) | (1,104) | 1,434 | (2,833) | (1,399) | 1,301 | (2,385) | (1.084) | 1,658 | (3,725) | (2,067) |
| Equity Contracts | 17 | 1,177 | (2,197) | (1,020) | 969 | (2,201) | (1,232) | 950 | (2,328) | (1,378) | 800 | (2,695) | (1,895) | 1,021 | (2,855) | (1,834) |
| Credit Default Swaps | | | | | | | | | | | | | | | | |
| Purchased | 18 | 87 | - | 87 | 36 | - | 36 | 29 | - | 29 | 76 | - | 76 | 71 | - | 71 |
| Written | 19 | - | (37) | (37) | - | (48) | (48) | _ | (56) | (56) | - | (125) | (125) | _ | (113) | (113) |
| | 20 | 87 | (37) | 50 | 36 | (48) | (12) | 29 | (56) | (27) | 76 | (125) | (49) | 71 | (113) | (42) |
| Total fair value - trading derivatives | 21 | 46,192 | (49,323) | (3,131) | 35,924 | (39,907) | (3,983) | 45,531 | (47,384) | (1,853) | 37,493 | (41,810) | (4,317) | 59,562 | (60,810) | (1,248) |
| HEDGING | | | | | | | | | | | | | | | | |
| Interest Rate Contracts | | | | | | | | | | | | | | | | |
| Cash flow hedges - swaps | 22 | 880 | (71) | 809 | 664 | (90) | 574 | 671 | (139) | 532 | 594 | (163) | 431 | 886 | (94) | 792 |
| Fair value hedges - swaps | 23 | 678 | (582) | 96 | 544 | (387) | 157 | 587 | (362) | 225 | 543 | (370) | 173 | 949 | (599) | 350 |
| Total swaps | 24 | 1,558 | (653) | 905 | 1,208 | (477) | 731 | 1,258 | (501) | 757 | 1,137 | (533) | 604 | 1,835 | (693) | 1,142 |
| Foreign Exchange Contracts | | | | | | | | | | | | | | | | |
| Cash flow hedges - Forward foreign exchange contracts | 25 | 1,483 | (2,643) | (1,160) | 1,092 | (2,255) | (1,163) | 1,279 | (2,126) | (847) | 1,201 | (1,894) | (693) | 1,592 | (2,198) | (606) |
| Total foreign exchange contracts | 26 | 1,483 | (2,643) | (1,160) | 1,092 | (2,255) | (1,163) | 1,279 | (2,126) | (847) | 1,201 | (1,894) | (693) | 1,592 | (2,198) | (606) |
| Equity Contracts | | | | | | | | | | | | | | | | |
| Cash flow hedges - Equity contracts | 27 | - | - | - | 14 | - | 14 | - | - | - | - | - | - | - | - | - |
| Total equity contracts | 28 | - | - | - | 14 | - | 14 | - | - | - | - | - | - | - | - | - |
| Total fair value - hedging derivatives | 29 | 3,041 | (3,296) | (255) | 2,314 | (2,732) | (418) | 2,537 | (2,627) | (90) | 2,338 | (2,427) | (89) | 3,427 | (2,891) | 536 |
| Total fair value | 30 | 49,233 | (52,619) | (3,386) | 38,238 | (42,639) | (4,401) | 48,068 | (50,011) | (1,943) | 39,831 | (44,237) | (4,406) | 62,989 | (63,701) | (712) |
| Less: Net impact of master netting agreements | 31 | (34,455) | 34,455 | - | (27,415) | 27,415 | - | (40,338) | 40,338 | - | (35,250) | 35,250 | - | (54,650) | 54,650 | |
| Total | 32 | 14,778 | (18,164) | (3,386) | 10,823 | (15,224) | (4,401) | 7,730 | (9,673) | (1,943) | 4,581 | (8,987) | (4,406) | 8,339 | (9,051) | (712) |

BMO (A) Financial Group **OVER-THE-COUNTER DERIVATIVES (NOTIONAL AMOUNTS)** As at January 31, 2016 As at October 31, 2015 As at July 31, 2015 As at April 30, 2015 LINE Non-centrally Centrally Non-centrally Centrally Non-centrally Centrally Non-centrally Centrally (Canadian \$ in millions) cleared cleared Total cleared cleared Total cleared cleared Total cleared cleared Total Interest Rate Contracts Swaps 2,266,531 2,926,892 690,375 2,269,412 2,959,787 739,255 2,255,470 2,245,999 660,361 2,994,725 766,114 3,012,113 Forward rate agreements 2 4,649 329,406 334,055 2,563 430,181 432,744 12,609 455,620 468,229 20,330 336,133 356,463 21,344 Purchased options 3 19,722 19,722 21,344 18,730 18,730 19,891 19,891 26,677 26,677 24,154 24.154 23,251 23,251 24,947 24.947 Written options 4 Total interest rate contracts 5 711,409 2,595,937 3,307,346 738,436 2,699,593 3,438,029 793,845 2,711,090 3,504,935 831,282 2,582,132 3,413,414 Foreign Exchange Contracts Cross-currency swaps 6 76,910 76.910 76,083 76.083 71,517 71,517 74,600 74,600 Cross-currency interest rate swaps 7 376,932 376,932 339,467 339,467 332,553 332,553 309,387 309,387 Forward foreign exchange contracts 8 436,842 393,098 393,098 403,838 386,985 436,842 403,838 386,985 28.297 Purchased options 9 33.472 33.472 28.297 30.812 30.812 32.660 32.660 Written options 10 37,020 37,020 28,960 28,960 31,248 31,248 33,152 33,152 Total foreign exchange contracts 11 961,176 961,176 865,905 865,905 869,968 869,968 836,784 836,784 ---Commodity Contracts Swaps 12 12,271 12.271 11,929 11.929 12,322 12,322 12,631 12,631 13 5,737 5,737 6,172 6,172 6,359 6,359 7,424 7,424 Purchased options 14 3,869 3,869 4,103 4,103 4,186 4,186 3,410 3,410 Written options Total commodity contracts 15 21,877 21.877 22,204 22.204 22,867 22,867 23,465 23,465 **Equity Contracts** 16 45,596 45,596 47.114 47.114 53.679 53.679 55.674 55.674 Credit Default Swaps Purchased 17 5.196 1.402 6.598 5.611 1.054 6.665 5.383 982 6.365 6.283 4,145 10.428 Written 18 9,583 112 9,695 9,385 9,385 9,708 9,708 9,685 3,239 12,924 982 Total credit default swaps 19 14,779 1,514 16,293 14,996 1.054 16,050 15,091 16,073 15,968 7,384 23,352 Total 20 1,754,837 2,597,451 4,352,288 1,688,655 2,700,647 4,389,302 1,755,450 2,712,072 4,467,522 1,763,173 2,589,516 4,352,689

72,503

109,939

289,703

217,925

226.624

1,594

28,409

43,928

138.295

| ASSET ENCUMBRANCE | | | | | | | | | | | ľ | | ciai Group |
|--|-----------|----------------------------|--|--------------------------|---------------------|---------------------------|-----------------------------|----------------------------|--|--------------------------|---------------------|------------------------|-----------------------------|
| | | | | Q1 2 | 2016 | | | | | Q4 | 2015 | | |
| | | On-Balance Sheet Assets | Other Cash & Securities Received | Encumbe | ered <i>(2)</i> | Net Unenc | umbered | On-Balance Sheet Assets | Other Cash & Securities Received | Encumb | pered (2) | Net Unencu | ımbered |
| (\$ millions except as noted) | LINE # | | | Pledged as Collateral | Other Encumbered | Other Unencumbered (4) | Available as collateral (5) | | | Pledged as Collateral | Other Encumbered | Other Unencumbered (4) | Available as collateral (5) |
| Asset Liquidity | | | | | | | | | | | | | |
| Canadian Dollar Cash and Securities | | | | | | | | | | | | | |
| Cash and cash equivalents | 1 | 3,772 | - | - | - | 393 | 3,379 | | - | - | - | 389 | 5,197 |
| Interest bearing deposits with banks | 2 | 1,801 | - | - | - | - | 1,801 | 1,167 | - | - | - | - | 1,167 |
| Securities and securities borrowed or purchased under resale agreement (1) | | | | | | | | | | | | | |
| Government debt | 3 | 73,190 | 14,201 | 33,557 | 12,374 | 1,365 | 40,095 | 63,362 | 13,044 | 28,244 | 12,021 | 1,440 | 34,701 |
| Mortgage-backed securities and collateralized mortgage obligations | 4 | 4,596 | 547 | 760 | - | 135 | 4,248 | 4,817 | 754 | 1,060 | - | 139 | 4,372 |
| Corporate debt | 5 | 11,501 | 3,948 | 417 | 893 | 5,170 | 8,969 | 10,943 | 4,193 | 552 | 836 | 5,054 | 8,694 |
| Corporate equity | 6 | 33,146 | 4,448 | 18,823 | 2,207 | 985 | 15,579 | | 4,807 | 20,316 | | | 14,659 |
| Total securities and securities borrowed or purchased under resale agreement | 7 | 122,433 | 23,144 | 53,557 | 15,474 | 7,655 | 68,891 | 113,229 | 22,798 | 50,172 | 15,804 | 7,625 | 62,426 |
| Total Canadian dollar | 8 | 128,006 | 23,144 | 53,557 | 15,474 | 8,048 | 74,071 | 119,982 | 22,798 | 50,172 | 15,804 | 8,014 | 68,790 |
| U.S. Dollar and Other Currency Cash and Securities | | | | | | | | | | | | | |
| Cash and cash equivalents | 9 | 35,189 | - | - | 2,034 | 9 | 33,146 | 34,709 | - | - | 2,232 | . 8 | 32,469 |
| Interest bearing deposits with banks | 10 | 5,632 | - | - | - | - | 5,632 | 6,215 | - | - | - | · - | 6,215 |
| Securities and securities borrowed or purchased under resale agreement (1) | | | | | | | | | | | | | |
| Government debt | 11 | 51,200 | 4,216 | 35,200 | 4,524 | - | 15,692 | 40,431 | 2,698 | 28,424 | 2,273 | - | 12,432 |
| Mortgage-backed securities and collateralized mortgage obligations | 12 | 15,264 | 516 | 2,903 | - | - | 12,877 | 14,554 | 425 | 1,134 | - | - | 13,845 |
| Corporate debt | 13 | 8,297 | 2,599 | 148 | 16 | 84 | 10,648 | 6,641 | 2,139 | 73 | 11 | 77 | 8,619 |
| Corporate equity | 14 | 24,910 | 15,145 | 14,010 | 4,177 | 625 | 21,243 | 24,129 | 13,090 | 14,564 | 2,906 | 600 | 19,149 |
| Total securities and securities borrowed or purchased under resale agreement | 15 | 99,671 | 22,476 | 52,261 | 8,717 | 709 | 60,460 | 85,755 | 18,352 | 44,195 | 5,190 | 677 | 54,045 |
| Total U.S. dollar and other currency | 16 | 140,492 | 22,476 | 52,261 | 10,751 | 718 | 99,238 | 126,679 | 18,352 | 44,195 | 7,422 | 685 | 92,729 |
| NHA mortgage-backed securities (reported as loans at amortized cost) (3) | 17 | 22,859 | - | - | 2,946 | - | 19,913 | 21,834 | - | - | 3,589 | - | 18,245 |
| Total Liquid Assets | 18 | 291,357 | 45,620 | 105,818 | 29,171 | 8,766 | 193,222 | 268,495 | 41,150 | 94,367 | 26,815 | 8,699 | 179,764 |
| Loans (6) | 19 | 322,139 | - | 44,083 | 738 | 166,603 | 110,715 | 300,883 | - | 43,928 | 1,594 | 145,422 | 109,939 |

44,083

149.901

85,797

252,400

261,166

738

29.909

110,715

303,937

72,503

373,386

641.881

41.150

| NET UNENCUMBERED LIQUID ASSETS BY LEGAL ENTITY | , | | | |
|--|----|------------|------------|------------|
| (\$ millions except as noted) | | 2016 Q1 | 2015 Q4 | 2015 Q3 |
| BMO | 23 | 143,111 | 130.498 | 138.960 |
| BMO Harris Bank | 24 | 39,523 | 37,605 | 40,391 |
| Broker Dealers | 25 | 19,354 | 20,360 | 20,062 |
| Total Net Unencumbered Liquid Assets by Legal Entity | 26 | 201,988 | 188,463 | 199,413 |

20

21

22

(1) Average securities balances are shown on page 14.

Other assets (6)

Total

Total Loans and Other Assets

(2) Pledged as collateral refers to the portion of on-balance sheet assets and other cash & securities received that is pledged or encumbered through repurchase agreements, securities lent, derivative contracts, minimum required deposits at central banks, and requirements associated with participation in clearing houses and payment systems. Other encumbered includes assets which are restricted from use for legal or other reasons such as restricted cash and short sales.

45.620

(3) Under IFRS, NHA MBS that include BMO originated mortgages as the underlying collateral are classified as loans. Unencumbered NHA MBS securities have liquidity value and are included as liquid assets under the Bank's liquidity and funding management framework. This amount is shown as a separate line item called NHA mortgage-backed securities.

(4) Other Unencumbered assets include select holdings management believes are not readily available to support the liquidity requirements of the Bank. These include cash and securities of \$8.8 billion as at January 31, 2016 which include securities held in BMO's insurance subsidiary, credit protection vehicle, significant equity investments, and certain investments held in our merchant banking business. Other

85,797

407,936

699.293

Unencumbered assets also include mortgages and loans that may be securitized to access secured funding.

(5) Loans included as available as collateral represent loans currently lodged at central banks that could potentially be used to access central bank funding. Loans available for collateral do not include other sources of additional liquidity that may be realized from the loan portfolio, including incremental securitization, covered bond issuances and FHLB advances.

(6) Prior period numbers have been restated to conform with the current period's presentation.

| DEPOSITS (\$ millions except as noted) | | 2016 Q1 | 2015 Q4 | 2015 Q3 | 2015 Q2 | 2015 Q1 | 2014 Q4 | 2014 Q3 | 2014 Q2 | 2014 Q1 | MIX Q1 | INC/(DEC VS LAST YE | e) EAR |
|---|----|------------|------------|------------|------------|------------|------------|------------|------------|------------|-----------|------------------------|-----------|
| Canadian Dollar Deposits | | | | | | | | | | | | | |
| Banks | 27 | 8,014 | 8,315 | 11,449 | 7,170 | 7,093 | 4,867 | 4,558 | 5,065 | 6,631 | 1.7 % | 921 | 13.0 % |
| Businesses and governments | 28 | 95,270 | 91,611 | 94,702 | 91,480 | 94,197 | 96,378 | 95,920 | 93,879 | 95,212 | 20.2 % | 1,073 | 1.1 % |
| Individuals | 29 | 100,719 | 97,077 | 95,501 | 94,718 | 94,722 | 92,485 | 90,999 | 89,963 | 88,410 | 21.4 % | 5,997 | 6.3 % |
| Total | 30 | 204,003 | 197,003 | 201,652 | 193,368 | 196,012 | 193,730 | 191,477 | 188,907 | 190,253 | 43.3 % | 7,991 | 4.1 % |
| U.S. Dollar and Other Currency Deposits | | | | | | | | | | | | | |
| Banks | 31 | 24,355 | 18,820 | 20,127 | 21,694 | 17,217 | 13,376 | 18,307 | 17,542 | 20,299 | 5.2 % | 7,138 | 41.5 % |
| Businesses and governments | 32 | 187,083 | 172,007 | 176,487 | 163,258 | 168,075 | 142,761 | 147,888 | 145,036 | 145,135 | 39.7 % | 19,008 | 11.3 % |
| Individuals | 33 | 55,395 | 50,339 | 49,351 | 45,911 | 48,474 | 43,221 | 41,551 | 42,522 | 42,706 | 11.8 % | 6,921 | 14.3 % |
| Total | 34 | 266,833 | 241,166 | 245,965 | 230,863 | 233,766 | 199,358 | 207,746 | 205,100 | 208,140 | 56.7 % | 33,067 | 14.1 % |
| Total Deposits | 35 | 470,836 | 438,169 | 447,617 | 424,231 | 429,778 | 393,088 | 399,223 | 394,007 | 398,393 | 100.0 % | 41,058 | 9.6 % |
| Customer Deposits (7) | 36 | 282,713 | 261,935 | 262,725 | 250,666 | 254,202 | 238,703 | 230,619 | 230,407 | 227,937 | | | |

(7) Customer deposits are operating and savings deposits, including term investment certificates, sourced through our retail, commercial, wealth and corporate banking businesses.



| Common Equity Tier 1 Capital: instruments and reserves 1 | 12,661 17,237 1,375 31,273 58 5,284 1,591 1,528 141 - 2 202 23 10 - 13 8,852 22,421 1,200 3,332 7 |
|--|---|
| Common Equity Tier 1 Capital: instruments and reserves 1 a+b 12,650 12,612 12,598 12,633 12,676 2 Retained earnings 2 c 19,409 18,930 18,281 17,765 17,488 3,600 4,681 2,878 4,117,665 3,600 3,0 | 12.661 17.237 1.375 31.273 58 5.284 1.591 1.528 141 - 2 202 23 10 - 1 3 8.852 22.421 1,200 3,332 7 |
| Retained earnings Accumulated other comprehensive income (and other reserves) 3 d 6,828 4,640 4,681 17,765 17,488 4,112 6 Common Equity Tier 1 Capital before regulatory adjustments 4 38,345 36,182 35,560 33,276 34,277 Common Equity Tier 1 Capital Legislatory adjustments 5 85 85 53 65 65 65 65 65 65 6 | 17,237 1,375 31,273 58 5,284 1,591 1,528 141 2 202 23 10 - 13 8,852 22,421 1,200 3,332 7 |
| Retained earnings 2 | 1,375 31,273 58 5,284 1,591 1,528 141 - 2 202 23 10 13 8,852 22,421 1,200 3,332 7 7 |
| Common Equity Tier 1 Capital regulatory adjustments | 31,273 58 5,284 1,591 1,528 141 - 2 202 23 10 - 1 3 8,852 22,421 1,200 3,332 7 |
| Common Equity Tier 1 Capital: regulatory adjustments 5 85 85 63 65 65 | 58 5.284 1.591 1.528 141 - 2 202 23 10 - 13 8.852 22.421 1,200 3,332 |
| Prudential valuation adjustments 5 6 65 65 65 65 65 65 | 5,284 1,591 1,528 141 - 2 202 23 10 - 13 8,852 22,421 1,200 3,332 7 7 |
| Soodwill (net of related tax liability) Government an imprograge-servicing rights (net of related tax liability) 7 | 5,284 1,591 1,528 141 - 2 202 23 10 - 13 8,852 22,421 1,200 3,332 7 7 |
| 9 Other intangibles other than mortgage-servicing rights (net of related tax liability) 7 7 7 7 1,792 1,757 1,702 1,775 1,702 1,775 1,702 1,775 1,702 1,775 1,705 1,775 1,705 1,775 1,705 1,775 1,705 1,775 1,705 1,775 1,705 1,775 1,705 1,775 1,705 1,775 1,705 1,775 1,705 1,775 1,705 1,775 1,705 1,775 1,705 1,775 1,705 1,775 1,705 1,775 1,705 1,775 1,705 1,775 1,705 | 1,591 1,528 141 - 2 202 23 10 - 13 8,852 22,421 1,200 3,332 7 |
| 11 Cash flow hedge reserve | 141 - 2 202 23 10 - 1 3 8,852 22,421 1,200 3,332 7 |
| Shortfall of provisions to expected losses 10 | 2 202 23 10 - 13 8.852 22,421 1,200 3,332 7 |
| 14 Gains or losses due to changes in own credit risk on fair valued liabilities (4) 11 342 216 133 64 84 | 23 10 - 13 8,852 22,421 1,200 3,332 7 |
| 15 Defined benefit pension fund net assets (net of related tax liability) (5) 12 I-m 212 359 367 247 115 | 23 10 - 13 8,852 22,421 1,200 3,332 7 |
| Investments in own shares (if not already netted off paid-in capital on reported balance sheet) 13 | 23 10 - 13 8,852 22,421 1,200 3,332 7 |
| Amount exceeding the 15% threshold | 10 13 8.852 22,421 1,200 3,332 7 |
| 23 of which: significant investments in the common stock financials 14 h1 | 13 8,852 22,421 1,200 3,332 7 |
| 25 | 8,852 22,421 1,200 3,332 7 |
| 28 Total regulatory adjustments to Common Equity Tier 1 Capital 17 11,579 10,554 25,602 23,840 23,942 | 8,852 22,421 1,200 3,332 7 |
| 29 Common Equity Tier 1 Capital (CET1) 18 26,766 25,628 25,002 23,640 23,942 | 22,421 1,200 3,332 7 7 |
| Additional Tier 1 Capital: instruments 19 | 1,200 3,332 7 7 |
| 30 Directly issued qualifying Additional Tier 1 instruments plus related stock surplus 19 01 2,150 2,150 1,550 1,200 1,200 3 3 Directly issued qualifying Additional Tier 1 (april at least subject to phase out from Additional Tier 1 (b) 20 p 1,540 1,987 1,987 1,987 2,337 3 Additional Tier 1 instruments (and CET1 instruments not otherwise included) issued by subsidiaries and held by third parties (amount allowed in group AT1) 21 s 10 9 9 10 9 10 9 10 10 | 3,332 7 7 |
| 33 Directly issued capital instruments subject to phase out from Additional Tier 1 (6) 20 p 1,540 1,987 1,987 1,987 2,337 34 Additional Tier 1 instruments (and CET1 instruments and CET1 instruments and CET1 instruments and CET1 instruments and CET1 instruments (amount allowed in group AT1) 21 s 10 9 9 10 9 35 Additional Tier 1 Capital before regulatory adjustments 22 10 9 9 10 9 36 Additional Tier 1 Capital before regulatory adjustments 23 3,700 4,146 3,546 3,197 3,546 Additional Tier 1 Capital before regulatory adjustments 24 n1-o1 1 | 3,332 7 7 |
| 34 Additional Tier 1 instruments (and CET1 instruments not otherwise included) issued by subsidiaries and held by third parties (amount allowed in group AT1) 21 s 10 9 9 10 10 | 7 7 |
| 35 | 7 7 4,539 |
| 36 Additional Tier 1 Capital before regulatory adjustments 23 3,700 4,146 3,546 3,197 3,546 Additional Tier 1 Capital: regulatory adjustments 24 n1-o1 1 - - - - 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 25 t 213 358 358 358 358 358 41 Other deductions from Tier 1 Capital as determined by OSFI 26 - - - - - - - - - | 4,539 |
| Additional Tier 1 Capital: regulatory adjustments 24 n1-o1 1 - - - - - - - - | 4,539 |
| 37 Investments in own Additional Tier 1 instruments | 1 |
| 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 25 t 213 358 358 358 358 41 Other deductions from Tier 1 Capital as determined by OSF1 26 | |
| outside the scope of regulatory consolidation, net of eligible short positions 25 t 213 358 358 358 41 Other deductions from Tier 1 Capital as determined by OSFI 26 - < | |
| 41b of which: Valuation adjustment for less liquid positions 27 - - - - - 43 Total regulatory adjustments applied to Additional Tier 1 Capital 28 214 358 358 358 358 | 358 |
| 43 Total regulatory adjustments applied to Additional Tier 1 Capital 28 214 358 358 358 358 | - |
| | |
| | |
| Transfer Administrative Administra | |
| 40 1e1 Capital (int = LETT + ATT) | 20,002 |
| 46 Directly issued qualifying Tier 2 instruments plus related stock surplus 31 m1 2,050 1,034 1,034 1,026 1,033 | 1,002 |
| 47 Directly issued capital instruments subject to phase out from Tier 2 Capital (7) 32 u 3,080 3,548 3,551 3,555 | 4,027 |
| 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) 33 v - 46 43 40 | 80 |
| 49 of whith: instruments issued by subsidiaries subject to phase out 34 - 46 43 40 550 550 550 300 272 215 35 w 559 570 300 272 215 35 w 550 570 300 272 215 35 35 35 35 35 35 35 | |
| 50 Collective allowances 39 W 509 390 300 2/2 2 215 51 Tire Z Capital before regulatory adjustments 36 5,689 5,218 4,928 4,892 4,842 | 5.375 |
| Tier 2 Capital regulatory adjustments | 5,375 |
| 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 37 x 50 50 50 50 | |
| 57 Total regulatory adjustments to Tier 2 Capital 38 50 50 50 50 | 50 |
| 58 Tier 2 Capital (T2) 39 5,639 5,689 4,878 4,842 4,792 59 Total Capital (TC = T1 + T2) 40 35,891 34,584 33,088 31,321 31,921 31,921 31,921 31,921 31,921 31,922 31,921 31,922 31,921 31,922 31,921 31,922 31,921 31,922 31,921 31,922 31,921 31,922 31,921 31,922 31,921 31,922 31,921 31,922 31,921 31,922 31,922 31,921 31,922 31,922 31,922 31,922 31,922 31,922 31,922 31,922 31,922 31,922 31,922 31,922 31,922 31,922 31,922 31,922 31,922 31,922 31,922 33,922 31,922 </td <td></td> | |
| 59 Total Capital (TC = T1 + T2) 40 35,891 34,584 33,068 31,321 31,922 60 Total Risk-Weighted Assets | 31,927 |
| Ool Total risk-recigined Asserts | 222,092 |
| 1 | |
| 60c Total Capital RWA 43 225,671 239,776 240,549 251,876 238,292 | 222,931 |
| Capital Ratios Capital Ratios | |
| 61 Common Equity Tier 1 ratio (as percentage of risk-weighted assets) 44 10.1% 10.7% 10.4% 10.2% 10.1% | |
| 62 Tier 1 ratio (as percentage of risk-weighted assets) 45 11.4% 12.3% 11.7% 11.4% 13.7% 13.5% 13.4 46 13.5% 14.4% 13.7% 13.5% 13.4 46 13.5% 14.4% 13.7% 13.5% 13.4 46 13.5% 14.4 47 13.5% 13.5% 13.4 48 13.5% 14.4 48 13.5% 13.5% 13.4 48 13.5% 13.5% 13.4 48 13.5% 13.5% 13.4 48 13.5% 13.5% 13.4 48 13.5% 13.4 48 13.5% 13.5% 13.4 48 13.5% 13.5 48 13. | |
| 63 Total Capital ratio (as percentage of risk-weighted assets) 46 13.5% 14.4% 13.7% 13.5% 13.6% 13.6% 13.6% | 14.3% |
| Sib buffer requirement, expressed as a percentage of risk-weighted assets) 47 8.0% 7.0% 7.0% 7.0% 7.0% | 7.0% |
| 65 of which: capital conservation buffer requirement 48 3.5% 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) 49 10.1% 10.7% 10.4% 10.2% 10.1% | 10.1% |
| OSFI all-in target | |
| 69 Common Equity Tier 1 all-in target ratio 50 8.0% 7.0% 7.0% 7.0% 7.0% 7.0% | 7.0% |
| Amounts below the thresholds for deduction | 339 |
| 1/2 Non-significant investments in the capital or orient mancials 51 y-2 293 443 365 221 309 73 Significant investments in the common stock of financials 52 a1 1,595 1,492 1,477 1,410 1,356 73 Significant investments in the common stock of financials 52 a1 1,595 1,492 1,477 1,410 1,356 | 1,356 |
| 74 Mortgage servicing rights (net of related tax liability) 53 b1 50 48 49 43 42 | 41 |
| 75 Deferred tax assets arising from temporary differences (net of related tax liability) 54 c1-d1 2,286 2,114 2,188 2,091 2,114 | 1,989 |
| Applicable caps on the inclusion of provisions in Tier 2 | |
| 76 Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to | 407 |
| application of cap) 55 291 217 214 203 215 277 Cap on inclusion of provisions in Tier 2 under standardised approach 56 291 217 214 203 215 217 218 203 215 218 219 | 197 197 |
| 77 Cap on inclusion of provisions in Tier 2 under standardised approach 56 291 217 214 203 215 78 Provisions eligible for inclusion in Tier 2 under standardised approach (prior to | 197 |
| Provisions engine for inclusion in the 2 in respect of exposures source; to internal ratings based approach (plint to application of cap) 57 1,500 1,518 1,509 1,454 1,460 | 1,382 |
| 79 Cap on inclusion of provisions in Tier 2 under internal ratings-based approach 58 268 374 86 69 - | 69 |
| | |
| Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2013 and 1 Jan 2022) | |
| 82 Current cap on AT1 instruments subject to phase out arrangements 59 2,593 3,025 3,025 3,025 3,025 | 3,457 |
| 83 Amounts excluded from AT1 due to cap (excess over cap after redemptions and maturities) 60 e1 + f1 - - - - 84 Current cap on T2 instruments subject to phase out arrangements 61 3,080 3,594 3,594 3,594 | 4.107 |
| 64 Current cap on 12 instruments subject to priase our arrangements of 3,090 3,594 3,594 3,594 3,594 3,594 85 Amounts excluded from 12 due to cap after redemptions and maturities) 62 840 561 579 584 1,119 | 4.107.1 |
| See Amount demonstration and see Application of the International Control | 636 |

(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.

Cross reference to Considuration in New et current rows are femine used as the are in values in such rows.
 Cross reference to Considurated Balance Sheet under regulatory scope (page 36).
 For regulatory capital purposes only. Not included in consolidated balance sheet.
 Sheet amount after deduction 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) \$629MM (after phase-out) Trust Subordinate note that is deconsolidated under IFRS but still qualifies as Tier 2 Capital is included in line 47.



| | LINE | Balance sheet as in Report to Shareholders | Under regulatory scope of consolidation (1) | |
|--|----------|--|---|--------|
| (\$ millions except as noted) | # | Q1 2016 | Q1 2016 | |
| Assets | | | | |
| Cash and Cash Equivalents | 1 | 38,961 | 38,840 | |
| Interest Bearing Deposits with Banks | 2 | 7,433 | 7,380 | |
| Securities | 3 | 138,501 | 132,057 | |
| Investments in own shares CET1 (if not already netted off paid-in capital on reported balance sheet) | 4 | | 2,534 | n |
| Investments in own Additional Tier 1 instruments not derecognized for accounting purposes | 5 | | 11 | n1 |
| Investments in own Tier 2 instruments not derecognized for accounting purposes | 6 | | 277 | |
| Non-significant investments in the capital of other financials below threshold (3) | 7 | | 15,381 | у |
| Significant investments in deconsolidated subsidiaries and other financial institutions (4) | 8 | | 1,858 | t+x+a1 |
| Significant investments in capital of other financial institutions reflected in regulatory capital | | | | |
| Amount exceeding the 15% threshold | 9 | | | h1 |
| Significant investment in common stock of financials below threshold | 10 | | 734 | |
| Goodwill embedded in significant investments | 11 | | 89 | p1 |
| Securities Borrowed or Purchased Under Resale Agreements | 12 | 83,603 | 83,603 | |
| Loans | | | | |
| Residential mortgages | 13 | 107,026 | 107,026 | |
| Consumer installment and other personal | 14 15 | 65,886 7.896 | 65,886 | |
| Credit cards | 16 | 7,896 166.141 | 7,896 165.966 | |
| Business and governments Allowance for credit losses | 17 | (1,951) | (1,951) | |
| Allowance reflected in Tier 2 regulatory capital | 18 | (1,951) | (1,951) | w |
| Shortfall of provisions to expected loss | 19 | | 559 | k1 |
| Total net loans and acceptances | 20 | 344.998 | 344.823 | KI |
| Other Assets | | 011,000 | 011,020 | |
| Derivative instruments | 21 | 49.233 | 49.233 | |
| Customers' liability under acceptances | 22 | 11.345 | 11.345 | |
| Premises and equipment | 23 | 2,339 | 2,164 | |
| Goodwill | 24 | 6.787 | 6.787 | е |
| Intangible assets | 25 | 2.306 | 2.306 | q |
| Current tax assets | 26 | 735 | 735 | 9 |
| Deferred tax assets (5) | 27 | 3,360 | 3.357 | |
| Deferred tax assets (3) Deferred tax assets excluding those arising from temporary differences | 28 | 3,300 | 1.779 | |
| | 29 | | 2.642 | c1 |
| Deferred tax assets arising from temporary differences | 29 30 | | 2,642 | U1 |
| of which Deferred tax assets arising from temporary differences below the threshold | 30 31 | | 2,642 | :4 |
| of which amount exceeding 15% threshold | | | | i1 |
| Other | 32 | 9,692 | 9,144 | |
| Defined-benefit pension fund net assets | 33 | | 122 | |
| of which Defined-benefit pension fund net assets as per regulatory capital (6) | 34 | | 276 | 1 |
| of which the bank has unrestricted and unfettered access | 35 | | 155 | |
| Mortgage servicing rights | 36 | | 50 | |
| of which Mortgage servicing rights under the threshold | 37 | | 50 | b1 |
| of which amount exceeding the 15% threshold | 38 | | - | j1 |
| Total Assets | 39 | 699,293 | 691,774 | |

(1) Balance sheet under regulatory scope does not include the following entities: BMO Life Insurance Company and BMO Reinsurance Limited. BMO Life Insurance Company (\$7,296 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 (\$223 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 35).
(3) Includes synthetic holdings of non-significant capital investments in banking, financial and insurance entities.

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

| Sanks and Equity Perposits Sanks | | LINE | Balance sheet as in Report to Shareholders | Under regulatory scope of consolidation (1) | Cross Reference (2 |
|--|--|------|--|---|-----------------------|
| Sanks and Equity Perposits Sanks | (\$ millions except as noted) | | Q1 2016 | Q1 2016 | |
| Banks 40 32,960 32,960 Business and governments 41 282,353 282,363 Individuals 42 156,114 15 | Liabilities and Equity | | | | |
| Business and governments | Deposits | | | | |
| Individuals | | | | | |
| Total deposits 43 470,836 47 | | | | | |
| ### Carbon Definition Definition Defini | | | | | |
| Derivative instruments | | 43 | 470,836 | 470,836 | |
| Acceptances | | 44 | 52 610 | E2 264 | |
| Securities sold but not yet purchased Investments in own shares not derecognized for accounting purposes Investments in own shares not derecognized for accounting purposes Investments in own Additional Tier 1 instruments not derecognized for accounting purposes Investments in own Tier 2 instruments not derecognized for accounting purposes Investments in own Tier 2 instruments not derecognized for accounting purposes Investments in own Tier 2 instruments not derecognized for accounting purposes Investments in own Tier 2 instruments not derecognized for accounting purposes Investments in own Tier 2 instruments not derecognized for accounting purposes Investments Investmen | | | | | |
| Investments in own shares not derecognized for accounting purposes 47 | | | , | , | |
| Investments in own Additional Tier 1 instruments not derecognized for accounting purposes 48 | Securities sold but not yet purchased | 46 | 24,208 | 24,208 | |
| Investments in own Tier 2 instruments not derecognized for accounting purposes | Investments in own shares not derecognized for accounting purposes | 47 | | 2,534 | 0 |
| Non-significant investments in the capital of other financials 50 | | | | | 01 |
| Securities ent or sold under repurchase agreement | Investments in own Tier 2 instruments not derecognized for accounting purposes | | | 277 | |
| Current tax liabilities 52 128 | | | | | Z |
| Deferred tax liabilities (5) 53 248 248 related to goodwill 54 216 for related to goodwill 54 216 for related to intangibles 55 432 horelated to intangibles 55 432 horelated to deferred tax assets excluding those arising from temporary differences 56 240 yelloted to defined-benefit pension fund net assets 57 64 downwork deducted from regulatory capital 58 64 model of which not deducted from regulatory capital 58 64 model of which not deducted from regulatory capital 58 64 model of which not deducted from regulatory capital 58 62 continued through net operating loss carryback 60 356 d1 d1 d1 d1 d2 d2 d2 d2 | | | | | |
| related to goodwill related to goodwill related to intangibles related to deferred tax assets excluding those arising from temporary differences 56 432 h related to deferred tax assets excluding those arising from temporary differences 57 64 64 of which deducted from regulatory capital 58 64 64 m of which not deducted from regulatory capital 59 - related to deferred tax assets arising from temporary differences, excluding those realizable through net operating loss carryback 60 356 d1 43,365 36,201 of which: liabilities of subsidiaries, other than deposits 62 d1 43,365 36,201 of which: liabilities of subsidiaries, other than deposits 62 d1 43,365 36,201 of which: liabilities of subsidiaries after phase out 64 18,1583 174,096 18 181,583 174,096 18 181,583 174,096 18 181,583 174,096 18 181,583 174,096 18 181,583 174,096 18 181,583 174,096 18 181,583 174,096 18 181,583 174,096 18 181,583 174,096 18 181,583 174,096 18 181,583 174,096 18 181,583 181,583 174,096 18 181,583 | | | | | |
| related to intangibles related to intangibles related to deferred tax assets excluding those arising from temporary differences 56 240 j related to defired-benefit pension fund net assets 57 64 64 of which deducted from regulatory capital 58 68 64 m of which not deducted from regulatory capital 58 68 64 m of which not deducted from regulatory capital 59 excluding those realizable through net operating loss carryback 60 358 d1 64 m of which included from regulatory capital 60 deferred tax assets arising from temporary differences, excluding those realizable through net operating loss carryback 60 358 d1 64 m of which: liabilities of subsidiaries, other than deposits 62 - Less: amount (of liabilities of subsidiaries) phased out 63 - Liabilities of subsidiaries after phase out 64 - v 10 m of which redemption debt 65 181,583 174,064 1 m of which redemption has been announced (in the last month of the quarter) 69 - v 10 m of which redemption has been announced (in the last month of the quarter) 69 - v 10 m of which redemption has been announced (in the last month of the quarter) 69 - v 10 m of which redemption has been announced (in the last month of the quarter) 70 m of which redemption has been announced (in the last month of the quarter) 71 m of which redemption has been announced (in the last month of the quarter) 72 m of which redemption has been announced (in the last month of the quarter) 73 m of which redemption has been announced (in the last month of the quarter) 74 m of which redemption has been announced (in the last month of the quarter) 75 m of which redemption has been announced (in the last month of the quarter) 71 m of which greated by the which when the debt of which redemption has been announced (in the last month of the quarter) 75 m of which redemption has been announced (in the last month of the quarter) 75 m of which redemption has been announced (in the last month of the quarter) 79 m of which when the debt of which month of the quarter) 79 m of which when the debt of which when the debt of w | | | 248 | | , |
| related to deferred tax assets excluding those arising from temporary differences 56 of vihich deducted from regulatory capital 58 of which deducted from regulatory capital 58 of which not deducted from regulatory capital 59 of which is deducted 50 of which reduction is deducted 50 of which redemption has been announced (in the last month of the quarter) 69 of current 50 of which redemption has been announced (in the last month of the quarter) 69 of current 50 of which redemption has been announced (in the last month of the quarter) 69 of current 50 of which redemption has been announced (in the last month of the quarter) 69 of current 50 of which redemption has been announced (in the last month of the quarter) 71 of (80) of which redemption has been announced (in the last month of the quarter) 72 of (80) of which redemption has been announced (in the last month of the quarter) 73 of (80) of which redemption has been announced (in the last month of the quarter) 74 of (80) of (80) of which capital from the deducted from the properties of the pass out 71 of (80) of (8 | | | | | |
| related to defined-benefit pension fund net assets of which deducted from regulatory capital of which deducted from regulatory capital 58 68 64 m of which not deducted from regulatory capital 59 7 | | | | | |
| of which deducted from regulatory capital 58 64 m of which not deducted from regulatory capital 59 - - related to deferred tax assels arising from temporary differences, excluding those realizable through net operating loss carryback 60 856 d1 Other 61 43,365 36,201 - Less: amount (of liabilities of subsidiaries) phased out 63 - - Less: amount (of liabilities of subsidiaries phase out 64 - - Clated other liabilities of subsidiaries phased out 65 181,583 174,064 Subordinated Debt 66 5,250 5,250 Subordinated debt 66 5,250 5,250 Non qualifying subordinated debt 67 2,050 m1 Non qualifying subordinated debt subject to phase out 71 3,120 Less: regulatory amortization 70 (80) Non qualifying subordinated debt subject to phase out 71 3,120 Less: amount phased out 72 74 15,592 Frefered shares 72 15,592 </td <td></td> <td></td> <td></td> <td></td> <td>J</td> | | | | | J |
| of which not deducted from regulatory capital related to deferred tax assets arising from temporary differences, excluding those realizable through net operating loss carryback 60 356 36, 201 of which: liabilities of subsidiaries, other than deposits 62 3.36, 201 of which: liabilities of subsidiaries, other than deposits 62 4.3365 36, 201 of which: liabilities of subsidiaries phased out 63 3.36 1.36 1.36 1.36 1.36 1.36 1.36 1 | | | | | m |
| related to deferred tax assets arising from temporary differences, excluding those realizable through net operating loss carryback 60 Cither 61 Cither 61 Cither 63 62 62 63 63 62 61 63 62 63 63 62 63 63 62 63 63 63 63 63 63 63 63 63 63 63 63 63 | | | | - | |
| Executing those realizable through net operating loss carryback 60 43,365 36,201 61 143,365 36,201 61 143,365 36,201 61 143,365 36,201 61 143,365 36,201 62 62 62 62 62 62 62 6 | | | | | |
| Other 61 43,365 36,201 of which: liabilities of subsidiaries, other than deposits 62 - Less: amount (of liabilities of subsidiaries) phased out 63 - Liabilities of subsidiaries after phase out 64 - Cotal other liabilities 65 181,583 174,064 Subordinated Debt 5 181,583 174,064 Subordinated debt 66 5,250 5,250 Non qualifying subordinated debt 68 3,200 of which redemption has been announced (in the last month of the quarter) 69 - Less: regulatory amortization 70 (80) Non qualifying subordinated debt subject to phase out 71 3,120 Less: amount phased out 72 (669) Non qualifying subordinated debt after phase out 73 2,451 u Equity | | 60 | | 356 | d1 |
| Common State Comm | | | 43,365 | | |
| Less: amount (of liabilities of subsidiaries) phased out Liabilities of subsidiaries after phase out fotal other liabilities subordinated Debt Subordinated debt Qualifying subordinated debt Non qualifying subordinated debt of the last month of the quarter) Less: regulatory amortization Non qualifying subordinated debt subject to phase out Less: amount phased out Non qualifying subordinated debt after phase out Equity Share capital Preferred shares Directly issued qualifying Additional Tier 1 instruments Non-qualifying preferred shares for accounting purposes Non-qualifying preferred shares for accounting purposes Non-qualifying preferred shares subcet to phase out Non-qualifying preferred shares subcet to phase out Non-qualifying preferred shares subcet to phase out Non-qualifying preferred shares for accounting purposes Non-qualifying preferred shares subcet to phase out Non-qualifying preferred shares safter phase out Non-qualifying preferred shares safter phase out Responsible to phase out Non-qualifying preferred shares after phase out Responsible to phase to phase out Responsible to phase to phase out Responsible to | of which: liabilities of subsidiaries, other than deposits | 62 | · | · · | |
| Liabilities of subsidiaries after phase out 64 65 181,583 174,064 | | | | | |
| Subordinated Debt Subordinated debt subject to phase out Subordinated debt after phase out Subordinated qualifying preferred shares for accounting purposes Subordinated qualifying preferred shares subject to phase out Subordinated qualifying preferred shares subject to phase out Subordinated shares after phase out Subordinated shares after phase out Subordinated shares after phase out Subordinated surplus Subordinate | | | | - | v |
| Subordinated Debt Subordinated debt subject to phase out Subordinated debt after phase out Subordinated qualifying preferred shares for accounting purposes Subordinated qualifying preferred shares subject to phase out Subordinated qualifying preferred shares subject to phase out Subordinated shares after phase out Subordinated shares after phase out Subordinated shares after phase out Subordinated surplus Subordinate | · | 65 | 181.583 | 174.064 | |
| Qualifying subordinated debt | Subordinated Debt | | , , , , , , | , , , | |
| Non qualifying subordinated debt of which redemption has been announced (in the last month of the quarter) | Subordinated debt | 66 | 5.250 | 5.250 | |
| Non qualifying subordinated debt of which redemption has been announced (in the last month of the quarter) | Qualifying subordinated debt | 67 | ., | 2.050 | m1 |
| of which redemption has been announced (in the last month of the quarter) 69 (80) Less: regulatory amortization 70 (80) Non qualifying subordinated debt subject to phase out 71 (669) Less: amount phased out 72 (669) Non qualifying subordinated debt after phase out 73 (2451 u Equity Share capital 74 15,592 15,592 Preferred shares Directly issued qualifying Additional Tier 1 instruments 75 (2,150 of 1) Non-qualifying preferred shares or accounting purposes 76 (2,150 of 1) Non-qualifying preferred shares subject to phase out 77 (1,090 of 1) Less amount (of preferred shares) phased out 78 (2,150 of 1) Non qualifying preferred shares after phase out 79 (1,090 of 1) Common shares 10 pirectly issued qualifying CET1 80 12,352 a 10 pirectly issued qualifying CET1 80 14,352 a 10 pirectly issued qualifying CET1 80 14,352 a 10 pirectly issued qualifying CET1 80 14,352 a 14,355 a 14 | | 68 | | | |
| Less: regulatory amortization 70 (80) Non qualifying subordinated debt subject to phase out 71 3,120 (869) Non qualifying subordinated debt subject to phase out 72 (869) Non qualifying subordinated debt after phase out 73 2,451 U Equity Share capital 74 15,592 15,592 Total preferred shares 74 15,592 15,592 Total preferred shares for accounting purposes 76 2,150 of Non-qualifying preferred shares for accounting purposes 76 1,090 Capitally fing preferred shares subject to phase out 77 1,090 Capitally fing preferred shares subject to phase out 77 1,090 Capitally fing preferred shares after phase out 78 1,090 P Common shares Total preferred shares after phase out 79 1,090 P Common shares Total preferred shares after phase out 79 1,090 P Common shares Total preferred supplies 81 298 298 b Retained earnings 82 19,409 19,409 c Accumulated other comprehensive income 83 6,286 6,286 6,286 d 6,286 | | 69 | | _ | |
| Non qualifying subordinated debt subject to phase out | | | | (80) | |
| Less: amount phased out | | | | | |
| Non qualifying subordinated debt after phase out 73 | | | | | |
| Share capital 74 | | | | | |
| Share capital 74 | | | | 2,101 | |
| Preferred shares | • • | 74 | 15.592 | 15.592 | |
| Directly issued qualifying Additional Tier 1 instruments | | | , | , | |
| Non-qualifying preferred shares for accounting purposes 76 | | 75 | | 2.150 | 01 |
| Non-qualifying preferred shares subject to phase out | | 76 | | - | |
| Less amount (of preferred shares) phased out 78 Non qualifying preferred shares after phase out 79 1,090 p Common shares 12 20 1 1 2,052 a 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 | | 77 | | 1.090 | |
| Common shares | | 78 | | - | e1 |
| Directly issued qualifying CET1 | Non qualifying preferred shares after phase out | 79 | | 1,090 | р |
| Contributed surplus State Contributed State | Common shares | | | | |
| Retained earnings | Directly issued qualifying CET1 | 80 | | 12,352 | а |
| Accumulated other comprehensive income 83 6,286 6,286 d of which: Cash flow hedges 84 86 k Other AOCI 85 5,419 5,419 Iotal shareholders' equity 86 41,585 41,585 Non-controlling interests in subsidiaries of which portion allowed for inclusion into Tier 1 capital less amount phased out 88 - - less amount phased out Other additional Tier 1 issued by subs after phase out 90 10 s fotal equity 91 41,624 41,624 | Contributed surplus | 81 | 298 | 298 | b |
| of which: Cash flow hedges 84 85 867 k | Retained earnings | 82 | 19,409 | 19,409 | С |
| Other AOCI | | | 6,286 | | |
| Total shareholders' equity | of which: Cash flow hedges | 84 | | 867 | k |
| Non-controlling interests in subsidiaries | Other AOCI | | | | |
| of which portion allowed for inclusion into Tier 1 capital 88 - - - - - f1 0ther additional Tier 1 issued by subs after phase out 90 10 s0 s0 10 s0 | Total shareholders' equity | | 41,585 | 41,585 | |
| less amount phased out 89 - f1 f1 Oher additional Tier 1 issued by subs after phase out 90 10 s Total equity 91 41,624 41,624 | | | 39 | 39 | |
| Other additional Tier 1 issued by subs after phase out 90 10 s Total equity 91 41,624 41,624 | | | | - | |
| Total equity 91 41,624 41,624 | | | | - | |
| | | | | | S |
| Total Liabilities and Equity 92 699,293 691,774 | Total equity Total Liabilities and Equity | | | | |

| SUMMARY COMPARISON OF ACCOUNTING ASSETS VS. LEVERAGE RATIO EXPOSURE MEASURE | | | | вмо 😩 ј | nancial Group |
|--|---|----------|----------|----------|---------------|
| (\$ millions except as noted) | LINE | | | | |
| Item | LINE # | Q1 2016 | Q4 2015 | Q3 2015 | Q2 2015 |
| 1 Total consolidated assets as per published financial statements | 1 | 699,293 | 641,881 | 672,442 | 633,275 |
| 2 Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purp | ses but outside the scope of regulatory consolidation 2 | (7,377) | (7,297) | (7,805) | (7,964) |
| 3 Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but exclude | ed from the leverage ratio exposure measure 3 | - | - | - | - |
| 4 Adjustments for derivative financial instruments | 4 | (20,295) | (12,892) | (18,727) | (12,122) |
| 5 Adjustment for securities financing transactions (i.e. repo assets and similar secured lending) | 5 | 6,140 | 5,411 | 3,940 | 5,662 |
| 6 Adjustment for off balance-sheet items (i.e. credit equivalent amounts of off-balance sheet exposures) | 6 | 95,741 | 89,161 | 86,475 | 80,472 |
| 7 Other adjustments | 7 | (7,324) | (5,297) | (5,081) | (4,440) |
| 8 Leverage Ratio Exposure (transitional basis) | 8 | 766,178 | 710,967 | 731,244 | 694,883 |

| LEVERAGE RATIO COMMON DISCLOSURE (§ millions except as noted) | | | | | |
|--|----|-----------|------------------|-----------|-----------|
| (\$ Hillions except as Holed) | | | Leverage ratio f | ramework | |
| ltem | | Q1 2016 | Q4 2015 | Q3 2015 | Q2 2015 |
| On-balance sheet exposures | | | | | |
| 1 On-balance sheet items (excluding derivatives, SFTs and grandfathered securitization exposures but including collateral) | 9 | 560,869 | 530,677 | 544,557 | 523,668 |
| 2 (Asset amounts deducted in determining Basel III transitional Tier 1 capital) | 10 | (9,114) | (7,694) | (7,751) | (7,203) |
| 3 Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2) | 11 | 551,755 | 522,983 | 536,806 | 516,465 |
| Derivative exposures | | | | | |
| 4 Replacement cost associated with all derivative transactions (i.e., net of eligible cash variation margin) | 12 | 10,111 | 7,515 | 10,546 | 9,510 |
| 5 Add-on amounts for PFE associated with all derivative transactions | 13 | 20,303 | 19,466 | 19,761 | 19,740 |
| 6 Gross up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework | 14 | - | - | - | - |
| 7 (Deductions of receivables assets for cash variation margin provided in derivative transactions) | 15 | (1,243) | (990) | (669) | (1,246) |
| 8 (Exempted CCP-leg of client cleared trade exposures) | 16 | (232) | (646) | (298) | (296) |
| 9 Adjusted effective notional amount of written credit derivatives | 17 | 1,362 | 2,255 | 1,343 | 4,612 |
| 10 (Adjusted effective notional offsets and add-on deductions for written credit derivatives) | 18 | (1,362) | (2,255) | (1,343) | (4,612) |
| 11 Total derivative exposures (sum of lines 4 to 10) | 19 | 28,939 | 25,345 | 29,340 | 27,708 |
| Securities financing transaction exposures | | | | | |
| 12 Gross SFT assets recognised for accounting purposes (with no recognition of netting), after adjusting for sale accounting transactions | 20 | 87,212 | 71,604 | 77,693 | 70,066 |
| 13 (Netted amounts of cash payables and cash receivables of gross SFT assets) | 21 | (3,580) | (3,292) | (2,941) | (3,808) |
| 14 Counterparty credit risk (CCR) exposure for SFT assets | 22 | 6,111 | 5,166 | 3,871 | 3,980 |
| 15 Agent transaction exposures | 23 | - | - | - | - |
| 16 Total securities financing transaction exposures (sum of lines 12 to 15) | 24 | 89,743 | 73,478 | 78,623 | 70,238 |
| Other off-balance sheet exposures | | | | | |
| 17 Off-balance sheet exposure at gross notional amount | 25 | 284,982 | 268,646 | 261,672 | 246,649 |
| 18 (Adjustments for conversion to credit equivalent amounts) | 26 | (189,241) | (179,485) | (175,197) | (166,177) |
| 19 Off-balance sheet items (sum of lines 17 and 18) | 27 | 95,741 | 89,161 | 86,475 | 80,472 |
| Capital and Total Exposures - Transitional Basis | | | | | |
| 20 Tier 1 capital | 28 | 31,988 | 32,006 | 30,847 | 29,031 |
| 21 Total Exposures (sum of lines 3, 11, 16 and 19) | 29 | 766,178 | 710,967 | 731,244 | 694,883 |
| Leverage Ratios - Transitional Basis | | | | • | |
| 22 Basel III leverage ratio | 30 | 4.2% | 4.5% | 4.2% | 4.2% |
| All-in basis (Required by OSFI) | | | | | |
| 23 Tier 1 capital – All-in basis | 31 | 30,252 | 29,416 | 28,190 | 26,479 |
| 24 (Regulatory adjustments) | 32 | (11,452) | (10,696) | (10,783) | (9,930) |
| 25 Total Exposures (sum of lines 21 and 24, less the amount reported in line 2) – All-in basis | 33 | 763,840 | 707,965 | 728,212 | 692,156 |
| 26 Leverage ratio – All-in basis | 34 | 4.0% | 4.2% | 3.9% | 3.8% |
| 20 Ectorage ratio All in basis | 34 | 4.0 /0 | 7.2 /0 | 3.370 | 3.070 |

RECONCILIATION OF RETAIL AND WHOLESALE DRAWN BALANCES TO BALANCE SHEET

(\$ millions except as noted)



| | | | | | Q1 2016 | | | |
|-------------------------------------|------|------------|-------------------------|--------|--------------|---------------------|---------------|---------------|
| | LINE | | AIRB Credit Risk | | Standardized | Total Credit | Trading Book | |
| Description | # | Retail (2) | Wholesale (2) | Repo | Credit Risk | Risk | and other (1) | Balance Sheet |
| Cash and due from Banks | 1 | - | 43,325 | - | 57 | 43,382 | 3,012 | 46,394 |
| Securities | 2 | - | 60,109 | - | 59 | 60,168 | 78,333 | 138,501 |
| Assets Purchased under REPO | 3 | - | - | 47,010 | - | 47,010 | 36,593 | 83,603 |
| Loans | 4 | 107,658 | 186,980 | - | 34,659 | 329,297 | 15,701 | 344,998 |
| Customer Liability Under Acceptance | 5 | - | 11,332 | - | 13 | 11,345 | - | 11,345 |
| Derivatives | 6 | - | - | - | - | - | 49,233 | 49,233 |
| Other | 7 | - | 6,326 | - | 1,108 | 7,434 | 17,785 | 25,219 |
| | 8 | 107,658 | 308,072 | 47,010 | 35,896 | 498,636 | 200,657 | 699,293 |

| RECONCILIATION OF TOTAL CR | EDIT R | ISK TO BALANC | E SHEET | |
|-------------------------------------|--------|--------------------------|---------------------------|---------------|
| (\$ millions except as noted) | | | Q1 2016 | |
| | | Total Credit Risk (2) | Trading Book and other | Balance Sheet |
| Cash and due from Banks | 9 | 43,382 | 3,012 | 46,394 |
| Securities | 10 | 60,168 | 78,333 | 138,501 |
| Assets Purchased under REPO | 11 | 47,010 | 36,593 | 83,603 |
| Loans | 12 | 329,297 | 15,701 | 344,998 |
| Customer Liability Under Acceptance | 13 | 11,345 | - | 11,345 |
| Derivatives | 14 | - | 49,233 | 49,233 |
| Other | 15 | 7,434 | 17,785 | 25,219 |
| Total on balance sheet | 16 | 498,636 | 200,657 | 699,293 |
| Undrawn Commitments | 17 | 132,989 | | |
| Other Off Balance Sheet | 18 | 17,632 | | |
| Off Balance Sheet Derivatives | 19 | 34 | | |
| Off Balance Sheet Repo | 20 | 38,913 | | |
| Total Off Balance Sheet | 21 | 189,568 | | |
| Total Credit Risk | 22 | 688,204 | | |

⁽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) | | | | | | | | | | | | | ВМ | O 🕮 Finan | cial Group |
|---|------|--------------|---------------------|---------|--------------|----------|---------|---------|---------|---------|---------|---------|---------|-----------|------------|
| | | | | Basel | III | | | | | | Base | el III | | | |
| | | | | Q1 20 | 16 | | | Q4 2015 | Q3 2015 | Q2 2015 | Q1 2015 | Q4 2014 | Q3 2014 | Q2 2014 | Q1 2014 |
| | | | sure at Default (EA | D) | | RWA | | RWA | RWA |
| | LINE | Standardized | Advanced | | Standardized | Advanced | | | | | | | | | |
| (\$ millions except as noted) | # | approach | approach | Total | approach | approach | Total | Total |
| Credit Risk | | | | | | | | | | | | | | | |
| Wholesale | | | | | | | | | | | | | | | |
| Corporate including specialized lending | 1 | 25,534 | 257,736 | 283,270 | 25,164 | 81,235 | 106,399 | 91,489 | 91,458 | 85,757 | 88,895 | 81,340 | 80,777 | 81,037 | 85,270 |
| Corporate small and medium enterprises (SMEs) | 2 | - | 66,829 | 66,829 | - | 33,834 | 33,834 | 31,954 | 30,743 | 30,921 | 32,794 | 33,644 | 35,730 | 37,427 | 29,557 |
| Sovereign | 3 | 146 | 79,597 | 79,743 | 80 | 1,742 | 1,822 | 1,765 | 1,866 | 1,749 | 1,818 | 1,612 | 1,270 | 1,510 | 1,251 |
| Bank | 4 | 410 | 38,779 | 39,189 | 406 | 3,534 | 3,940 | 3,902 | 4,407 | 4,352 | 4,442 | 4,186 | 4,285 | 4,798 | 5,249 |
| Retail | | | | | | | | | | | | | | | |
| Residential mortgages excluding home equity line of credits (HELOCs) | 5 | 3,499 | 105,157 | 108,656 | 1,655 | 7,051 | 8,706 | 8,427 | 8,275 | 8,193 | 8,240 | 7,618 | 8,127 | 8,607 | 8,756 |
| HELOCs | 6 | 571 | 43,676 | 44,247 | 405 | 7,969 | 8,374 | 7,889 | 7,017 | 7,119 | 6,946 | 6,541 | 6,603 | 6,841 | 6,828 |
| Qualifying revolving retail (QRR) | 7 | | 32,356 | 32,356 | | 4,660 | 4,660 | 4,569 | 4,232 | 4,233 | 3,977 | 4,000 | 3,925 | 4,033 | 4,384 |
| Other retail (excl. SMEs) | 8 | 2,554 | 21,174 | 23,728 | 1,570 | 9,651 | 11,221 | 11,053 | 11,090 | 10,693 | 10,390 | 9,826 | 11,778 | 12,759 | 12,764 |
| Retail SMEs | 9 | 7,462 | 2,724 | 10,186 | 5,656 | 1,539 | 7,195 | 1,968 | 1,927 | 1,895 | 1,676 | 1,604 | 1,606 | 1,628 | 1,595 |
| Equity | 10 | | 1,970 | 1,970 | | 1,331 | 1,331 | 1,369 | 1,332 | 1,440 | 1,490 | 1,362 | 1,305 | 1,456 | 1,485 |
| Trading book | 11 | 238 | 164,782 | 165,020 | 238 | 9,198 | 9,436 | 8,415 | 9,763 | 9,198 | 10,556 | 7,359 | 6,877 | 8,477 | 11,075 |
| Securitization | 12 | - | 30,072 | 30,072 | - | 2,549 | 2,549 | 2,456 | 2,463 | 2,526 | 3,087 | 3,098 | 2,247 | 3,155 | 4,395 |
| Other credit risk assets - non-counterparty managed assets | 13 | - | 22,003 | 22,003 | - | 16,902 | 16,902 | 16,255 | 16,870 | 16,183 | 15,532 | 14,946 | 15,190 | 16,046 | 17,616 |
| Scaling factor for credit risk assets under AIRB (2) | 14 | - | | | | 9,628 | 9,628 | 8,874 | 8,830 | 8,530 | 8,774 | 8,251 | 8,437 | 8,738 | 8,578 |
| Total Credit Risk | 15 | 40,414 | 866,855 | 907,269 | 35,174 | 190,823 | 225,997 | 200,385 | 200,273 | 192,789 | 198,617 | 185,387 | 188,157 | 196,512 | 198,803 |
| Market Risk (3) | 16 | - | - | - | 1,410 | 8,109 | 9,519 | 10,262 | 11,414 | 10,435 | 11,030 | 9,002 | 10,372 | 11,431 | 14,494 |
| Operational Risk (4) | 17 | - | | - | 4,788 | 24,739 | 29,527 | 28,538 | 28,247 | 28,019 | 27,882 | 27,703 | 27,432 | 26,831 | 26,779 |
| Common Equity Tier 1 (CET 1) Capital Risk-Weighted Assets (5) (6) | 18 | 40,414 | 866,855 | 907,269 | 41,372 | 223,671 | 265,043 | 239,185 | 239,934 | 231,243 | 237,529 | 222,092 | 225,961 | 234,774 | 240,076 |
| Additional CVA adjustment, prescribed by OSFI, for Tier 1 Capital (7) | 19 | - | - | - | | 338 | 338 | 286 | 331 | 341 | 411 | 336 | 328 | | |
| Tier 1 Capital Risk-Weighted Assets | 20 | | | | 41,372 | 224,009 | 265,381 | 239,471 | 240,265 | 231,584 | 237,940 | 222,428 | 226,289 | 234,774 | 240,076 |
| Additional CVA adjustment, prescribed by OSFI, for Total Capital (7) | 21 | - | - | - | | 290 | 290 | 245 | 284 | 292 | 352 | 503 | 493 | | |
| Total Capital Risk Weighted Assets (RWA) | 22 | | | | 41,372 | 224,299 | 265,671 | 239,716 | 240,549 | 231,876 | 238,292 | 222,931 | 226,782 | 234,774 | 240,076 |

| | | | | Q1 2016 | | |
|--|----|------------|---------------------|--|---|---------------------------------------|
| 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 | 23 | 4,831 | 64% | 266,782 | 1,739 | 265,043 |
| Tier 1 Capital RWA | 24 | 4,831 | 71% | 266,782 | 1,401 | 265,381 |
| Total Capital RWA | 25 | 4.831 | 77% | 266.782 | 1.111 | 265.671 |

| TRANSITIONAL CAPITAL DISCLOSURE | | 2016 | 2015 | 2015 | 2015 |
|--|----|---------|---------|---------|---------|
| | | Q1 | Q4 | Q3 | Q2 |
| Transitional Basis - Basel III (8) | | | | | |
| Common Equity Tier 1 capital (CET1) | 26 | 31,115 | 31,629 | 30,847 | 29,031 |
| Tier 1 capital (T1 = CET1 + AT1) | 27 | 31,988 | 32,005 | 30,847 | 29,031 |
| Total capital (TC = T1 + T2) | 28 | 37,648 | 37,204 | 35,755 | 33,904 |
| Total risk-weighted assets (5) | 29 | 272,758 | 258,800 | 251,120 | 235,571 |
| Common Equity Tier 1 ratio (as percentage of risk weighted assets) | 30 | 11.4% | 12.2% | 12.3% | 12.3% |
| Tier 1 ratio (as percentage of risk weighted assets) | 31 | 11.7% | 12.4% | 12.3% | 12.3% |
| Total capital ratio (as percentage of risk weighted assets) | 32 | 13.8% | 14.4% | 14.2% | 14.4% |

| CAPITAL RATIOS FOR SIGNIFICANT BANK SUBSIDIARIES | LINE | 2016 | 2015 | 2015 | 2015 |
|---|------|-------|-------|-------|-------|
| | # | Q1 | Q4 | Q3 | Q2 |
| Bank of Montreal Mortgage Corporation - Basel III | | | | | |
| Transitional Basis - Basel III (8) | | | | | |
| Common Equity Tier 1 ratio | 33 | 17.9% | 16.9% | 20.9% | 21.9% |
| Tier 1 ratio | 34 | 17.9% | 16.9% | 20.9% | 21.9% |
| Total capital ratio | 35 | 18.4% | 17.4% | 21.5% | 22.5% |
| All-in Basis - Basel III (1) | | | | | |
| Common Equity Tier 1 ratio | 36 | 17.8% | 16.8% | 20.8% | 21.8% |
| Tier 1 ratio | 37 | 17.8% | 16.8% | 20.8% | 21.8% |
| Total capital ratio | 38 | 18.4% | 17.4% | 21.5% | 22.5% |
| BMO Harris Bank N.A Basel I (9) | | | | | |
| Tier 1 ratio | 39 | 13.8% | 15.7% | 15.8% | 15.8% |
| Total capital ratio | 40 | 14.8% | 16.8% | 17.0% | 17.1% |

- (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 uses the Advanced Measurement Approach (AMA), a risk sensitive model, along with the Standardized Approach under OSFI rules, to determine capital requirements for operational risk.
- (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 certain prior quarters.
- (6) In calculating the AIRB credit risk RWA for certain portfolios in BMO Financial Corp, a transitional floor based on the Standardized approach was applied until Q3 2015.
- (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. CET1 CVA phase-in factors are 57% in 2014, 64% in 2015 and 64% in 2016.
- (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) Calculated using Basel I guidelines currently in effect for U.S. regulatory purposes and based on Harris N.A.'s calendar quarter-ends.

BMO (A) Financial Group COMMON EQUITY TIER 1 (CET 1) CAPITAL RISK-WEIGHTED ASSETS BY OPERATING GROUPS LINE 2016 2015 2015 2015 2015 2014 (\$ millions except as noted) Q1 Q4 Q3 Q2 Q1 Q4 148,942 146,636 141,320 144,278 135,927 Personal and Commercial Banking 170,113 Wealth Management 2 16,115 15,620 15,081 14,510 14,230 13,943 BMO Capital Markets 3 68.733 65.311 68.420 61.504 63.135 55.432 Corporate Services, including Technology and Operations Total Common Equity Tier 1 Capital Risk-Weighted Assets 10,082 9.312 9,797 13,909 15,886 16,790 265,043 239,185 239,934 231,243 237,529 222,092

| FLOW STATEMENT OF REGULATORY CAPITAL | | | | | | | |
|--|----------|-----------------|-------------------|-----------------|-----------------|-----------------|--------------|
| | | 2016 | 2015 | | | 2015 | 2014 |
| (\$ millions except as noted) | | Q1 | Q4 | Q3 | Q2 | Q1 | Q |
| Common Equity Tier 1 Capital | | | | | | | |
| Opening Balance | 6 | 25,628 | 25,002 | 23,640 | 23,942 | 22,421 | 21,596 |
| New capital issues | 7 | 39 | 17 | 4 | 15 | 73 | 203 |
| Redeemed capital | 8 | - | - | (149) | (229) | (240) | |
| Gross dividends (deduction) | 9 | (581) | (557) | (550) | (546) | (551) | (544) |
| Profit for the quarter (attributable to shareholders of the parent company) | 10 | 1,060 | 1,206 | 1,185 | 993 | 986 | 1,057 |
| Removal of own credit spread (net of tax) | 11 | (126) | (83) | (69) | 20 | (83) | (13 |
| Movements in other comprehensive income | | ` ′ | , , | , , | | ` ' | |
| - Currency Translation Differences | 12 | 1,499 | (93) | 1,517 | (1,025) | 2,306 | 458 |
| – Availabe-for-sale securities | 13 | (23) | (166) | (21) | (28) | (16) | (59) |
| – Other (1) | 14 | (85) | `181 [´] | 152 | 110 | (123) | (73 |
| Goodwill and other intangible assets (deduction, net of related tax liability) | 15 | (782) | 10 | (502) | 320 | (706) | (121 |
| Other, including regulatory adjustments and transitional arrangements | | ` ′ | | , , | | , , | ` ' |
| Deferred tax assets that rely on future profitability (excluding those arising from temporary differences) | 16 | (32) | 161 | (89) | 179 | (229) | (15) |
| - Prudential Valuation Adjustments (2) | 17 | - | (32) | 12 | _ | (7) | (9 |
| - Other (3) | 18 | 169 | (18) | (128) | (111) | 111 | (59) |
| Closing Balance | 19 | 26,766 | 25,628 | 25,002 | 23,640 | 23,942 | 22,421 |
| | | | | | | | |
| Other non-core Tier 1 (Additional Tier 1) Capital | | | | | | | |
| Opening Balance | 20 | 3,788 | 3,188 | 2,839 | 3,188 | 4,181 | 4,184 |
| New 'non-core' tier 1 (Additional Tier 1) eligible capital issues | 21 | - (450) | 600 | 350 | - (050) | - (205) | - |
| Redeemed capital | 22 | (450) | - | - (4) | (350) | (995) | - |
| Other, including regulatory adjustments and transitional arrangements (4) | 23 | 148 | 0.700 | (1) | 0.000 | 2 400 | (3) 4,181 |
| Closing Balance Total Tier 1 Capital | 24 25 | 3,486 30,252 | 3,788 29,416 | 3,188 28,190 | 2,839 26,479 | 3,188 27,130 | 26,602 |
| Total Her i Capital | 25 | 30,232 | 29,410 | 20,190 | 20,479 | 27,130 | 20,002 |
| Tier 2 Capital | | | | | | | |
| Opening Balance | 26 | 5,168 | 4,878 | 4,842 | 4,792 | 5,325 | 4,269 |
| New Tier 2 eligible capital issues | 27 | 1,000 | - | - | - | - | 1,002 |
| Redeemed capital | 28 | - | - | - | (500) | - | - |
| Amortization adjustments | 29 | - | - | - | - | - | - |
| Other, including regulatory adjustments and transitional arrangements (5) | 30 | (529) | 290 | 36 | 550 | (533) | 54 |
| Closing Balance | 31 | 5,639 | 5,168 | 4,878 | 4,842 | 4,792 | 5,325 |
| Total Regulatory Capital | 32 | 35,891 | 34,584 | 33,068 | 31,321 | 31,922 | 31,927 |

⁽¹⁾ Includes: AOCI on pension and 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.

BMO (**) Financial Group CREDIT RISK RISK-WEIGHTED ASSETS (RWA) MOVEMENT BY KEY DRIVERS 2016 2015 2015 2015 2015 2014 Q1 Q4 Q3 Q2 Q1 Q4 Of which LINE counterparty credit # **Credit Risk** risk (5) Credit Risk Credit Risk Credit Risk **Credit Risk** Credit Risk (\$ millions except as noted) 185,387 Opening Credit RWA, beginning of quarter 1 200,385 9,677 200,273 192,789 198,617 188,157 797 2 5,753 4,596 2,626 4,826 Book size (1) 1,493 3,437 3 803 (82)(5,470)149 (758)(4,613)Book quality (2) (1,191)Model Updates (3) 4 168 611 (242)181 Methodology and Policy (4) (303)3,521 5 (4,977)(2,668)(4,163)(4,758)6 10,605 Acquisitions and disposals Foreign exchange movements 7 8,586 863 (43)9,056 (5,935)13,567 2,983 Other 8 Closing Credit RWA, end of quarter 225.997 11,255 200,385 200,273 192,789 198,617 185,387

⁽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) MOV | EMENT BY KEY | DRIVERS | | | | | |
|--|--------------|---------|---------|--------|---------|--------|--------|
| | | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 |
| (\$ millions except as noted) | | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 |
| Market Risk RWA, beginning of quarter | 10 | 10,262 | 11,414 | 10,435 | 11,030 | 9,002 | 10,372 |
| Movement in risk levels (1) | 11 | (570) | 697 | 1,163 | 453 | 898 | (639) |
| Model updates (2) | 12 | | - | (184) | (1,048) | 1,130 | (731) |
| Methodology and policy (3) | 13 | (173) | (1,849) | | - | - | ` - |
| Acquisition and disposals | 14 | ` - | - | - | - | - | - |
| Foreign exchange movement and others | 15 | - | - | - | - | - | - |
| Market Risk RWA, end of quarter | 16 | 9,519 | 10,262 | 11,414 | 10,435 | 11,030 | 9,002 |

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

⁽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.

⁽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 | | | | | | вмо 🕮 | Financial Group |
|--|------|-------|-------|-------|-------|-------|-----------------|
| (\$ millions except as noted) | LINE | 2016 | 2015 | 2015 | 2015 | 2015 | 2014 |
| | # | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 |
| Equity investments used for capital gains (Merchant Banking) | 1 | 440 | 436 | 430 | 567 | 559 | 523 |
| Equity investments used for mutual fund seed capital | 2 | 21 | 34 | 27 | 26 | 22 | 20 |
| Equity used for other (including strategic investments) | 3 | 1,509 | 1,495 | 1,471 | 1,447 | 1,543 | 1,381 |
| Total Equity Exposure | 4 | 1,970 | 1,965 | 1,928 | 2,040 | 2,124 | 1,924 |

| \$ millions except as noted) | | | Q1 2016 | | | Q4 2015 | | | Q3 2015 | | | Q2 2015 | |
|------------------------------|----|---------------|-----------------|---------------------------|---------------|-----------------|---------------------------|---------------|-----------------|---------------------------|---------------|-----------------|---------------------------|
| s illimoris except as noted) | | Book Value | Market Value | Unrealized Gain (Loss) |
| Grandfathered | | | | ì | | | ` ` | | | Ì | | | ` ' |
| Public | 5 | 4 | 4 | - | 12 | 12 | - | 27 | 27 | - | 27 | 27 | |
| Private | | | | | | | | | | | | | |
| Direct funds | 6 | 108 | 108 | - | 110 | 110 | = | 132 | 132 | - | 141 | 141 | |
| Indirect funds | 7 | 53 | 53 | - | 54 | 54 | = | 58 | 58 | - | 57 | 57 | |
| Total Grandfathered | 8 | 165 | 165 | - | 176 | 176 | = | 217 | 217 | - | 225 | 225 | |
| Non-grandfathered | | | | | | | | | | | | | |
| Public | 9 | 52 | 52 | - | 57 | 57 | - | 46 | 46 | - | 44 | 44 | |
| Private | | | | | | | | | | | | | |
| Direct funds | 10 | 222 | 222 | - | 221 | 221 | = | 205 | 205 | - | 300 | 300 | |
| Indirect funds | 11 | 345 | 345 | - | 339 | 339 | = | 339 | 339 | - | 417 | 417 | |
| Other | 12 | 1,186 | 967 | (219) | 1,172 | 981 | (191) | 1,121 | 942 | (179) | 1,054 | 869 | (18 |
| Total Non-grandfathered | 13 | 1,805 | 1,586 | (219) | 1,789 | 1,598 | (191) | 1,711 | 1,532 | (179) | 1,815 | 1,630 | (18 |
| Total Equities | 14 | 1,970 | 1,751 | (219) | 1,965 | 1,774 | (191) | 1,928 | 1,749 | (179) | 2,040 | 1,855 | (18 |

⁽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 regulatory capital calculation purposes.

| EXPOSURE COVERED BY CREDIT RISK MITIGATION (1) | | | Q1 2 | 016 | | | Q4 : | 2015 | | | Q3 2 | 2015 | |
|--|------|--------------|----------------------------------|----------|----------------------------------|--------------|----------------------------------|----------|----------------------------------|--------------|----------------------------------|----------|----------------------------------|
| (\$ millions except as noted) | | Standard | ized | AIR | В | Standar | dized | AIR | В | Standa | ırdized | AIR | В |
| | | | Exposure Amount Covered By | | Exposure Amount Covered By | | Exposure Amount Covered By | | Exposure Amount Covered By | | Exposure Amount Covered By | | Exposure Amount Covered By |
| | | | Guarantees | | Guarantees | | Guarantees | | Guarantees | | Guarantees | | Guarantees |
| | LINE | Gross | Or Credit | Adjusted | Or Credit | Gross | Or Credit | Adjusted | Or Credit | Gross | Or Credit | Adjusted | Or Credit |
| | # | Exposure (2) | Derivatives | EAD | Derivatives | Exposure (2) | Derivatives | EAD | Derivatives | Exposure (2) | Derivatives | EAD | Derivatives |
| Corporate (incl specialized lending and SMEs treated as corporate) | 1 | 25,534 | - | 325,744 | 28,370 | 19,583 | - | 283,376 | 25,814 | 18,466 | - | 282,981 | 25,99 |
| Sovereign | 2 | 146 | - | 135,238 | 55,901 | 172 | - | 130,407 | 55,358 | 160 | - | 135,256 | 48,72 |
| Bank | 3 | 410 | - | 39,356 | 1,837 | 344 | - | 35,588 | 1,948 | 344 | - | 42,057 | 1,86 |
| Total Corporate, Sovereign and Bank | 4 | 26,090 | - | 500,338 | 86,108 | 20,099 | - | 449,371 | 83,120 | 18,970 | - | 460,294 | 76,58 |
| Residential mortgages excluding home equity line of credits (HELOCs) | 5 | 3,499 | 51 | 47,760 | - | 3,425 | 48 | 47,882 | - | 3,616 | 49 | 45,967 | i |
| HELOCs | 6 | 571 | - | 43,676 | - | 592 | - | 42,665 | - | 788 | - | 43,318 | i |
| Other retail excl. SMEs and QRR | 7 | 2,554 | 498 | 21,174 | - | 2,557 | 467 | 20,638 | - | 2,926 | 476 | 20,595 | İ |
| Qualifying revolving retail | 8 | - | - | 32,356 | - | - | - | 32,109 | - | - | - | 31,946 | ı |
| Retail SMEs | 9 | 7,462 | - | 2,724 | - | 277 | - | 2,890 | - | 294 | - | 2,942 | |
| Total Retail | 10 | 14,086 | 549 | 147,690 | - | 6,851 | 515 | 146,184 | - | 7,624 | 525 | 144,768 | |
| Total Bank Banking Book Portfolios | 11 | 40,176 | 549 | 648,028 | 86,108 | 26,950 | 515 | 595,555 | 83,120 | 26.594 | 525 | 605,062 | 76,58 |

| ADEDIT DIGIT EVERALIDE DV AFARDARIUS DESIGNAS | | | | | | | | | | | | | |
|--|----|---------|---------|--------|---------|---------|---------|--------|---------|---------|---------|----------|---------|
| CREDIT RISK EXPOSURE BY GEOGRAPHIC REGION (3) (S millions except as noted) | | | Q1 20 | 016 | | | Q4 | 2015 | | | Q3 | 2015 | |
| | | Canada | U.S. | Other | Total | Canada | U.S. | Other | Total | Canada | U.S. | Other | Total |
| Corporate (incl specialized lending and SMEs treated as corporate) | 12 | 165,139 | 173,723 | 11,237 | 350,099 | 145,152 | 148,043 | 9,322 | 302,517 | 145,382 | 145,409 | 9,874 | 300,665 |
| Sovereign | 13 | 25,364 | 50,503 | 3,876 | 79,743 | 22,057 | 49,547 | 3,892 | 75,496 | 22,800 | 59,656 | 4,494 | 86,950 |
| Bank | 14 | 9,339 | 14,205 | 15,645 | 39,189 | 8,422 | 11,164 | 15,722 | 35,308 | 8,076 | 15,129 | 18,558 | 41,763 |
| Total Corporate, Sovereign and Bank | 15 | 199,842 | 238,431 | 30,758 | 469,031 | 175,631 | 208,754 | 28,936 | 413,321 | 176,258 | 220,194 | 32,926 | 429,378 |
| Residential mortgages excluding home equity line of credits (HELOCs) | 16 | 97,153 | 11,503 | - | 108,656 | 96,586 | 10,870 | - | 107,456 | 88,355 | 11,114 | - | 99,469 |
| HELOCs | 17 | 34,790 | 9,457 | - | 44,247 | 34,476 | 8,781 | - | 43,257 | 34,908 | 9,198 | - | 44,106 |
| Other retail excl. SMEs and QRR | 18 | 16,277 | 7,239 | 212 | 23,728 | 16,398 | 6,590 | 207 | 23,195 | 17,080 | 6,441 | - | 23,521 |
| Qualifying revolving retail | 19 | 32,283 | 73 | - | 32,356 | 32,041 | 68 | - | 32,109 | 31,882 | 64 | - | 31,946 |
| Retail SMEs | 20 | 2,766 | 7,420 | - | 10,186 | 2,412 | 755 | - | 3,167 | 2,441 | 795 | <u> </u> | 3,236 |
| Total Retail | 21 | 183,269 | 35,692 | 212 | 219,173 | 181,913 | 27,064 | 207 | 209,184 | 174,666 | 27,612 | - | 202,278 |
| Total Bank | 22 | 383 111 | 274 123 | 30 970 | 688 204 | 357 544 | 235.818 | 29 143 | 622 505 | 350 924 | 247 806 | 32 926 | 631 656 |

| (\$ millions except as noted) | | | | Q1 201 | 6 | | | | | Q4 2 | 2015 | | | Q3 2015 | Q2 2015 |
|-------------------------------|----|---------|-------------|--------|-------------|--------------|---------|---------|-------------|------|-------------|--------------|---------|---------|---------|
| | | | | | Other Off | | | | | | Other Off | | | | |
| | | Drawn | Commitments | | Balance | Repo Style | | Drawn | Commitments | | Balance | Repo Style | | | |
| | | | (Undrawn) | OTCs | Sheet Items | Transactions | Total | | (Undrawn) | OTCs | Sheet Items | Transactions | Total | Total | Total |
| Agriculture | 23 | 10,446 | 1,955 | - | 22 | - | 12,423 | 9,860 | 1,860 | - | 27 | - | 11,747 | 11,699 | 11,435 |
| Communications | 24 | 889 | 1,131 | - | 274 | - | 2,294 | 874 | 973 | - | 279 | - | 2,126 | 2,154 | 2,031 |
| Construction | 25 | 3,589 | 3,618 | - | 1,096 | - | 8,303 | 3,814 | 3,047 | - | 1,003 | - | 7,864 | 7,862 | 7,884 |
| Financial (4) | 26 | 87,665 | 21,509 | 8 | 3,271 | 81,141 | 193,594 | 85,854 | 19,268 | 7 | 3,321 | 50,393 | 158,843 | 179,159 | 158,997 |
| Government | 27 | 45,639 | 2,147 | - | 891 | 4,782 | 53,459 | 42,709 | 2,069 | - | 794 | 6,478 | 52,050 | 54,682 | 51,374 |
| Manufacturing | 28 | 17,263 | 15,569 | 23 | 1,304 | - | 34,159 | 16,133 | 13,039 | 21 | 1,311 | - | 30,504 | 29,705 | 27,244 |
| Mining | 29 | 1,858 | 2,980 | - | 866 | - | 5,704 | 1,312 | 3,117 | - | 476 | - | 4,905 | 4,649 | 3,756 |
| Other (5) | 30 | 7,873 | 116 | - | 1,165 | - | 9,154 | 7,904 | 107 | - | 794 | - | 8,805 | 7,914 | 6,903 |
| Real estate | 31 | 22,345 | 6,745 | - | 823 | - | 29,913 | 21,100 | 5,871 | - | 809 | - | 27,780 | 27,057 | 25,220 |
| Retail trade | 32 | 17,053 | 5,094 | - | 524 | - | 22,671 | 14,352 | 4,614 | - | 539 | - | 19,505 | 18,424 | 17,862 |
| Service industries | 33 | 31,652 | 11,443 | 2 | 2,937 | - | 46,034 | 28,311 | 11,881 | 2 | 2,936 | - | 43,130 | 39,559 | 36,213 |
| Transportation | 34 | 5,947 | 1,861 | 1 | 897 | - | 8,706 | 3,769 | 1,880 | 1 | 757 | - | 6,407 | 6,605 | 6,018 |
| Utilities | 35 | 3,059 | 4,533 | - | 2,045 | - | 9,637 | 2,480 | 4,450 | - | 1,941 | - | 8,871 | 8,244 | 7,642 |
| Wholesale trade | 36 | 9,546 | 5,540 | - | 376 | - | 15,462 | 8,453 | 5,288 | - | 372 | - | 14,113 | 14,803 | 14,354 |
| Individual (5) | 37 | 178,861 | 40,017 | - | 153 | - | 219,031 | 170,323 | 38,674 | - | 149 | - | 209,146 | 202,210 | 195,737 |
| Oil and Gas | 38 | 7,184 | 8,238 | - | 906 | - | 16,328 | 6,575 | 7,847 | - | 818 | - | 15,240 | 15,382 | 14,843 |
| Forest products | 39 | 757 | 493 | - | 82 | - | 1,332 | 746 | 644 | - | 79 | - | 1,469 | 1,548 | 1,383 |
| Total | 40 | 451,626 | 132,989 | 34 | 17.632 | 85.923 | 688.204 | 424,569 | 124.629 | 31 | 16.405 | 56,871 | 622,505 | 631,656 | 588,896 |

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

⁽¹⁾ Credit risk miligants herein include only credit derivatives and guarantees. Includes \$57.4 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.

⁽⁴⁾ Includes \$43.6 billion of deposits with Financial institutions as at January 31, 2016 (\$43.6 billion as at October 31, 2015, \$53.0 billion as at July 31, 2015, and \$44.7 billion as at April 30, 2015).

⁽⁵⁾ Prior period numbers have been restated to conform with the current period's presentation.

BMO 🛎 Financial Group CREDIT RISK EXPOSURE BY MAJOR ASSET CLASS (1) (\$ millions except as noted) Q1 2016 Q4 2015 Q3 2015 Q2 2015 Other Off Other Off Balance Sheet Items LINE Drawn Commitments (Undrawn) Repo Style Drawn Commitments (Undrawn) Balance Sheet Items Repo Style Total Basel III Asset Classes Corporate (incl specialized lending and SMEs treated as corporate) 182.675 85.528 34 14.722 67.140 350.099 164.807 79.594 31 13.559 44.526 302.517 300.665 280.196 65,882 2,732 1,674 9,455 79,743 64,945 2,510 1,595 6,446 75,496 86,950 73,201 Sovereign 1,083 24,453 254,205 3,854 85,958 1,102 16,256 35,308 413,321 39,381 392,778 Bank Total Corporate, Sovereign and Bank Exposure 24,064 4,714 9,328 39,189 5,899 41,763 34 31 92,974 429,378 Residential mortgages excluding home equity line of credits (HELOCs) 108,405 136 108,656 107,219 107,456 99,469 96,105 33,027 21,978 11,219 HELOCs 44,247 32,725 10,532 43,257 44,106 43,105 Other retail excl. SMEs and QRR 1,750 25,434 21,579 23.195 23.521 22.055 23.728 1.616 24,900 1,518 38,671 31,678 3,175 196,118 Qualifying revolving retail Retail SMEs Total Retail Exposures 7,209 1,632 170,364 31,946 3,236 202,278 6.922 32.356 32,109 9 10 11 8,673 179,005 1,497 10,186 219,173 3,167 209,184 153 149 34 Total Gross Credit Exposures 451,626 132,989 17,632 85,923 688,204 424,569 124,629 31 16,405 56,871 622,505 631,656 588,896

| CREDIT RISK BY RESIDUAL CONTRACT MATURITY BREAKDOWN | | | Q1 2 | 016 | | | | | Q4 2 | 2015 | | | Q3 2015 | Q2 2015 |
|---|---------|-------------|------|-------------|--------------|---------|---------|-------------|------|-------------|--------------|---------|---------|---------|
| (* | | | | Other Off | | | | | | Other Off | | | 4,020.0 | |
| | Drawn | Commitments | | Balance | Repo Style | | Drawn | Commitments | | Balance | Repo Style | | | |
| | | (Undrawn) | OTCs | Sheet Items | Transactions | Total | | (Undrawn) | OTCs | Sheet Items | Transactions | Total | Total | Total |
| Up to 1 year 12 | 175,035 | 74,875 | 25 | 10,407 | 85,923 | 346,265 | 165,157 | 71,031 | 22 | 9,609 | 56,831 | 302,650 | 331,523 | 301,383 |
| 1 to 5 years 13 | 224,427 | 53,360 | 8 | 7,055 | - | 284,850 | 209,674 | 49,042 | 9 | 6,754 | 40 | 265,519 | 246,752 | 237,209 |
| Greater than 5 years 14 | 52,164 | 4,754 | 1 | 170 | - | 57,089 | 49,738 | 4,556 | - | 42 | - | 54,336 | 53,381 | 50,304 |
| Total 15 | 451,626 | 132,989 | 34 | 17,632 | 85,923 | 688,204 | 424,569 | 124,629 | 31 | 16,405 | 56,871 | 622,505 | 631,656 | 588,896 |

| PORTFOLIO BREAKDOWN BY BASEL APPROACHES \$ millions except as noted) | | | Q1 2 | 016 | | | Q4 2 | 2015 | | | Q3 2 | 015 | |
|--|----|--------|------------|---------|------------|--------|------------|---------|------------|--------|------------|---------|------------|
| | | Standa | rdized | AIF | RB. | Standa | rdized | Alf | RB | Standa | rdized | Alf | кВ |
| | | | Credit | | Credit | | Credit | | Credit | | Credit | | Credit |
| | | | Equivalent | | Equivalent | | Equivalent | | Equivalent | | Equivalent | | Equivalent |
| | | Drawn | Amount | Drawn | Amount | Drawn | Amount | Drawn | Amount | Drawn | Amount | Drawn | Amount |
| | | | on Undrawn | | on Undrawn | | on Undrawn | | on Undrawn | | on Undrawn | | on Undrawn |
| Corporate (incl specialized lending and SMEs treated as corporate) | 16 | 21,510 | 3,278 | 161,165 | 82,250 | 15,834 | 2,915 | 148,973 | 76,679 | 14,966 | 2,955 | 147,103 | 73,860 |
| Sovereign | 17 | 83 | 61 | 65,799 | 2,671 | 70 | 101 | 64,875 | 2,409 | 51 | 107 | 72,460 | 2,313 |
| Bank | 18 | 353 | 38 | 23,711 | 4,676 | 291 | 34 | 24,162 | 3,820 | 276 | 49 | 24,694 | 3,695 |
| Total Corporate, Sovereign & Bank | 19 | 21,946 | 3,377 | 250,675 | 89,597 | 16,195 | 3,050 | 238,010 | 82,908 | 15,293 | 3,111 | 244,257 | 79,868 |
| Residential mortgages excluding home equity line of credits (HELOCs) | 20 | 3,362 | - | 105,043 | 115 | 3,293 | - | 103,926 | 105 | 3,477 | - | 95,754 | 99 |
| HELOCs | 21 | 571 | - | 32,456 | 11,219 | 592 | - | 32,133 | 10,532 | 788 | - | 31,539 | 11,779 |
| Other retail excl. SMEs and QRR | 22 | 2,554 | - | 19,424 | 1,750 | 2,557 | - | 19,022 | 1,616 | 2,926 | - | 18,868 | 1,727 |
| Qualifying revolving retail | 23 | - | - | 6,922 | 25,434 | - | - | 7,209 | 24,900 | - | - | 6,607 | 25,339 |
| Retail SMEs | 24 | 7,463 | - | 1,210 | 1,497 | 276 | - | 1,356 | 1,518 | 294 | _ | 1,401 | 1,524 |
| Total Retail | 25 | 13,950 | - | 165,055 | 40,015 | 6,718 | - | 163,646 | 38,671 | 7,485 | - | 154,169 | 40,468 |
| Total Bank | 26 | 35,896 | 3.377 | 415,730 | 129.612 | 22.913 | 3.050 | 401.656 | 121.579 | 22,778 | 3.111 | 398,426 | 120,336 |

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



CREDIT EXPOSURE OF PORTFOLIOS UNDER STANDARDIZED APPROACH BY RISK WEIGHT (1) (2)

| | | | | | | 1 / 1 / | | | |
|---|------|-----|-----|-------|------|---------|--------|------|--------|
| (\$ millions) | LINE | | | | Q1 2 | 2016 | | | |
| Risk Weights | # | 0% | 20% | 35% | 50% | 75% | 100% | 150% | Total |
| Total Wholesale portfolios | | | | | | | | | |
| Corporate (incl SMEs treated as Corporate) | 1 | - | 103 | - | 52 | - | 24,390 | 485 | 25,030 |
| Sovereign | 2 | - | - | - | 136 | - | 4 | 5 | 145 |
| Bank | 3 | - | - | - | 7 | - | 401 | 1 | 409 |
| Total Wholesale portfolios | 4 | | 103 | | 195 | - | 24,795 | 491 | 25,584 |
| Total Retail portfolios | | | | | | | | | |
| Retail residential mortgages (including HELOCs) | 5 | - | 51 | 1,851 | - | 1,713 | 117 | - | 3,732 |
| Other retail | 6 | 394 | 104 | - | - | 1,755 | - | 155 | 2,408 |
| SME treated as retail | 7 | - | - | - | - | 7,365 | 28 | 70 | 7,463 |
| Total Retail portfolios | 8 | 394 | 155 | 1,851 | - | 10,833 | 145 | 225 | 13,603 |
| Total | 9 | 394 | 258 | 1,851 | 195 | 10,833 | 24,940 | 716 | 39,187 |

| | | | | | Q4 2 | 2015 | | | |
|---|----|-----|-----|-------|------|-------|--------|------|--------|
| Risk Weights | | 0% | 20% | 35% | 50% | 75% | 100% | 150% | Total |
| Total Wholesale portfolios | | | | | | | | | |
| Corporate (incl SMEs treated as Corporate) | 10 | - | 113 | - | 73 | - | 18,505 | 464 | 19,155 |
| Sovereign | 11 | - | - | - | 162 | - | 4 | 6 | 172 |
| Bank | 12 | - | - | - | 7 | - | 336 | 1 | 344 |
| Total Wholesale portfolios | 13 | - | 113 | - | 242 | - | 18,845 | 471 | 19,671 |
| Total Retail portfolios | | | | | | | | | |
| Retail residential mortgages (including HELOCs) | 14 | - | 48 | 1,972 | - | 1,616 | 244 | - | 3,880 |
| Other retail | 15 | 364 | 103 | - | - | 1,841 | - | 148 | 2,456 |
| SME treated as retail | 16 | - | - | - | - | 273 | - | 4 | 277 |
| Total Retail portfolios | 17 | 364 | 151 | 1,972 | - | 3,730 | 244 | 152 | 6,613 |
| Total | 18 | 364 | 264 | 1,972 | 242 | 3,730 | 19,089 | 623 | 26,284 |

| | | | | | Q3 : | 2015 | | | |
|---|----|-----|-----|-------|------|-------|--------|------|--------|
| Risk Weights | | 0% | 20% | 35% | 50% | 75% | 100% | 150% | Total |
| Total Wholesale portfolios | | | | | | | | | |
| Corporate (incl SMEs treated as Corporate) | 19 | - | 189 | - | 68 | - | 17,769 | 433 | 18,459 |
| Sovereign | 20 | - | 18 | - | 140 | - | 2 | - | 160 |
| Bank | 21 | - | - | - | 8 | - | 332 | 5 | 345 |
| Total Wholesale portfolios | 22 | - | 207 | - | 216 | - | 18,103 | 438 | 18,964 |
| Total Retail portfolios | | | | | | | | | |
| Retail residential mortgages (including HELOCs) | 23 | - | 49 | 2,127 | - | 1,739 | 472 | - | 4,387 |
| Other retail | 24 | 373 | 102 | - | - | 1,851 | 226 | 382 | 2,934 |
| SME treated as retail | 25 | - | - | - | - | 280 | - | 11 | 291 |
| Total Retail portfolios | 26 | 373 | 151 | 2,127 | - | 3,870 | 698 | 393 | 7,612 |
| Total | 27 | 373 | 358 | 2,127 | 216 | 3,870 | 18,801 | 831 | 26,576 |

| | | | | | Q2 2 | 2015 | | | |
|---|----|-----|-----|-------|------|-------|--------|------|--------|
| Risk Weights | | 0% | 20% | 35% | 50% | 75% | 100% | 150% | Total |
| Total Wholesale portfolios | | | | | | | | | |
| Corporate (incl SMEs treated as Corporate) | 28 | - | 182 | - | 64 | - | 16,714 | 458 | 17,418 |
| Sovereign | 29 | - | - | - | 129 | - | 26 | - | 155 |
| Bank | 30 | - | - | - | 8 | - | 360 | 1 | 369 |
| Total Wholesale portfolios | 31 | - | 182 | | 201 | | 17,100 | 459 | 17,942 |
| Total Retail portfolios | | | | | | | | | |
| Retail residential mortgages (including HELOCs) | 32 | - | 49 | 2,013 | - | 1,534 | 467 | - | 4,063 |
| Other retail | 33 | 387 | 108 | - | - | 1,749 | 227 | 367 | 2,838 |
| SME treated as retail | 34 | - | - | - | - | 275 | - | 13 | 288 |
| Total Retail portfolios | 35 | 387 | 157 | 2,013 | - | 3,558 | 694 | 380 | 7,189 |
| Total | 36 | 387 | 339 | 2,013 | 201 | 3,558 | 17,794 | 839 | 25,131 |

| | | | | | Q1 2 | 2015 | | | |
|---|----|-----|-----|-------|------|-------|--------|------|--------|
| Risk Weights | | 0% | 20% | 35% | 50% | 75% | 100% | 150% | Total |
| Total Wholesale portfolios | | | | | | | | | |
| Corporate (incl SMEs treated as Corporate) | 37 | - | 227 | - | 101 | - | 17,584 | 507 | 18,419 |
| Sovereign | 38 | - | - | - | 143 | - | 1 | - | 144 |
| Bank | 39 | - | 56 | - | 9 | - | 313 | 5 | 383 |
| Total Wholesale portfolios | 40 | - | 283 | - | 253 | - | 17,898 | 512 | 18,946 |
| Total Retail portfolios | | | | | | | | | |
| Retail residential mortgages (including HELOCs) | 41 | - | 55 | 2,276 | - | 1,777 | 352 | - | 4,460 |
| Other retail | 42 | 373 | 113 | - | - | 1,604 | 216 | 387 | 2,693 |
| SME treated as retail | 43 | - | - | - | - | 306 | - | 14 | 320 |
| Total Retail portfolios | 44 | 373 | 168 | 2,276 | - | 3,687 | 568 | 401 | 7,473 |
| Total | 45 | 373 | 451 | 2,276 | 253 | 3,687 | 18,466 | 913 | 26,419 |

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

(2) Credit assessments by external credit rating agencies, including S&P and Moody's, are used to determine standardized risk weights based on guidelines issued by OSFI.

| CORPORATE, SOVEREIGN AND BANK CREE | DIT EXPOSUR | E BY RISK C | ATEGORY U | NDER AIRB A | APPROACH (| 1) | | | | | | | | | | | | | вмо | Financ | ial Group |
|------------------------------------|-------------|-------------|-----------|-------------------|---|--|---------|---------|-------------------|---|--|---------|---------|-------------------|---|--|---------|---------|-------------------|---|--|
| Corporate Sovereign Bank Exposures | | | | Q1 2016 | | | | | Q4 2015 | | | | | Q3 2015 | | | | | Q2 2015 | | |
| (\$ millions) | | | Total | | To | tal | | Total | | To | tal | | Total | | To | tal | | Total | | To | tal |
| Risk Profile | LINE # | Drawn | Undrawn | Total Exposure | Exposure Weighted Average LGD% | Exposure Weighted Average Risk weight | Drawn | Undrawn | Total Exposure | Exposure Weighted Average LGD% | Exposure Weighted Average Risk weight | Drawn | Undrawn | Total Exposure | Exposure Weighted Average LGD% | Exposure Weighted Average Risk weight | Drawn | Undrawn | Total Exposure | Exposure Weighted Average LGD% | Exposure Weighted Average Risk weight |
| Total investment grade | 1 | 241,773 | 64,136 | 305,909 | 20.75% | 15.27% | 232,919 | 59,875 | 292,794 | 20.11% | 14.81% | 234,910 | 58,823 | 293,733 | 19.78% | 15.31% | 225,091 | 53,917 | 279,008 | 19.71% | 15.62% |
| Non-investment grade | 2 | 62,308 | 24,683 | 86,991 | 35.04% | 69.00% | 57,525 | 22,310 | 79,835 | 34.43% | 67.01% | 55,373 | 20,183 | 75,556 | 34.41% | 69.37% | 51,370 | 18,534 | 69,904 | 34.17% | 71.81% |
| Watchlist | 3 | 3,020 | 673 | 3,693 | 31.79% | 128.26% | 2,745 | 581 | 3,326 | 33.04% | 134.44% | 2,892 | 697 | 3,589 | 33.88% | 141.68% | 2,349 | 473 | 2,822 | 35.86% | 148.54% |
| Default | 4 | 971 | 105 | 1,076 | 41.78% | 280.70% | 970 | 142 | 1,112 | 43.97% | 287.45% | | 165 | 1,133 | 40.24% | 167.47% | 846 | 86 | 932 | 46.95% | 182.16% |
| | 5 | 308,072 | 89,597 | 397,669 | | | 294,159 | 82,908 | 377,067 | | | 294,143 | 79,868 | 374,011 | | | 279,656 | 73,010 | 352,666 | | |

| | | | | Q1 2016 | | | | | Q4 2015 | | | | | Q3 2015 | | | | | Q2 2015 | | |
|--|----|---------|---------|-------------------|---|--|----------|---------|-------------------|---|--|---------|---------|-------------------|---|--|---------|---------|-------------------|---|-----------------------------------|
| | | | Total | | То | tal | | Total | | То | tal | | Total | | Tot | al | | Total | | To | otal |
| Risk Profile esidential Mortgages and HELOCs | | Drawn | Undrawn | Total Exposure | Exposure Weighted Average LGD% | Exposure Weighted Average Risk weight | Drawn | Undrawn | Total Exposure | Exposure Weighted Average LGD% | Exposure Weighted Average Risk weight | Drawn | Undrawn | Total Exposure | Exposure Weighted Average LGD% | Exposure Weighted Average Risk weight | Drawn | Undrawn | Total Exposure | Exposure Weighted Average LGD% | Expos Weigl Average weig |
| ceptionally low | 6 | 15.573 | 10.163 | 25.736 | 26.17% | 3.32% | 15.261 | 9.524 | 24.785 | 25.31% | 3.21% | 1.397 | 5.143 | 6,540 | 59.40% | 5.67% | 1.276 | 4.904 | 6.180 | 60.33% | |
| ry low | 7 | 37,534 | 466 | 38,000 | 14.77% | 4.31% | 38,264 | 477 | 38.741 | 14.58% | 4.22% | 50.141 | 6,025 | 56,166 | 14.78% | 3.35% | 46.472 | 5,839 | 52,311 | 14.64% | |
| y low | , | 9.970 | 504 | 10.474 | 23.27% | 16.97% | 9.711 | 452 | 10.163 | 22.65% | 16.63% | 10.737 | 520 | 11.257 | 27.01% | 18.39% | 10.062 | 462 | 10.524 | 27.70% | |
| lium | 0 | 15.638 | 179 | 15,817 | 22.45% | 42.76% | 15,391 | 170 | 15.561 | 22.14% | 41.85% | 10,737 | 177 | 10,725 | 26.41% | 44.23% | 11.712 | 399 | 12,111 | 26.68% | |
| 1 | 10 | 685 | 21 | 706 | 39.73% | 182.13% | 658 | 13 | 671 | 39.67% | 182.22% | 3.645 | 10 | 3,655 | 15.75% | 65.90% | 3,524 | 16 | 3.540 | 16.13% | |
| | 11 | 702 | 21 | 703 | 47.52% | 384.65% | 625 | 13 | 626 | 46.23% | 368.25% | 939 | 10 | 942 | 52.49% | | 894 | 2 | 896 | 50.97% | |
| ault | 11 | 702 | 1 | 703 | 47.52% | 384.65% | 625 | 1 | 626 | 46.23% | 368.25% | 939 | 3 | 942 | 52.49% | 131.62% | 894 | 2 | 896 | 50.97% | 1 |
| | 12 | 80,102 | 11,334 | 91,436 | | | 79,910 | 10,637 | 90,547 | | | 77,407 | 11,878 | 89,285 | | | 73,940 | 11,622 | 85,562 | | |
| lifying Revolving Retail | 1 | | | | | | | | 1 | | | | | | | | | | 1 | | Т . |
| eptionally low | 13 | 167 | 14,464 | 14,631 | 86.04% | 2.15% | 236 | 14,111 | 14,347 | 86.01% | 2.15% | 123 | 12,864 | 12,987 | 85.32% | 1.94% | 90 | 12,794 | 12,884 | 85.37% | |
| / low | 14 | 613 | 4,872 | 5,485 | 77.44% | 4.82% | 659 | 4,739 | 5,398 | 77.14% | 4.81% | 575 | 5,772 | 6,347 | 78.90% | 4.41% | 552 | 5,467 | 6,019 | 78.28% | |
| | 15 | 2,984 | 4,525 | 7,509 | 75.71% | 10.89% | 3,263 | 4,518 | 7,781 | 76.14% | 10.89% | 3,128 | 4,882 | 8,010 | 78.11% | 10.30% | 3,018 | 5,230 | 8,248 | 78.86% | |
| lium | 16 | 2,789 | 1.416 | 4,205 | 88.41% | 53.17% | 2,676 | 1,380 | 4,056 | 88.52% | 52.97% | 2,469 | 1,631 | 4,100 | 89.41% | 48.42% | 2,427 | 1.578 | 4,005 | 88.87% | |
| h | 17 | 319 | 149 | 468 | 79.59% | 174.94% | 330 | 145 | 475 | 79.26% | 174.36% | 267 | 183 | 450 | 81.00% | 173.44% | 271 | 197 | 468 | 81.00% | |
| ault | 18 | 50 | 8 | 58 | 62.31% | 362.63% | 45 | 7 | 52 | 62.57% | 341.77% | 45 | 7 | 52 | 64.83% | 211.45% | 47 | 7 | 54 | 63.93% | |
| | 19 | 6,922 | 25.434 | 32.356 | | | 7.209 | 24.900 | 32.109 | | | 6.607 | 25.339 | 31.946 | | | 6.405 | 25.273 | 31.678 | | |
| ner Retail and Retail SME | | 0,022 | 20,101 | 02,000 | | | 7,200 | 21,000 | 02,100 | | | 0,001 | 20,000 | 01,010 | | | 0,100 | 20,270 | 01,070 | | |
| eptionally low | 20 | 77 | 524 | 601 | 89.94% | 10.10% | 83 | 502 | 585 | 89.90% | 10.05% | 83 | 442 | 525 | 89.56% | 9.17% | 80 | 438 | 518 | 89.96% | |
| v low | 21 | 4.858 | 1.143 | 6,001 | 55.11% | 16.00% | 4,722 | 1,018 | 5.740 | 55.56% | 16.25% | 6.096 | 1,629 | 7,725 | 69.21% | 21.68% | 5,399 | 1,507 | 6.906 | 71.58% | 1 |
| y iow | | | | | | | | | | | | | | | | | | | | | |
| | 22 | 8,488 | 1,243 | 9,731 | 71.63% | 41.19% | 8,471 | 1,277 | 9,748 | 71.65% | 41.18% | 7,299 | 889 | 8,188 | 66.52% | 40.67% | 7,116 | 853 | 7,969 | 66.95% | |
| dium | 23 | 6,791 | 282 | 7,073 | 64.03% | 74.58% | 6,686 | 281 | 6,967 | 64.68% | 75.67% | 6,374 | 233 | 6,607 | 65.76% | 76.25% | 6,110 | 219 | 6,329 | 66.95% | |
| h | 24 | 316 | 53 | 369 | 69.09% | 135.65% | 319 | 55 | 374 | 69.77% | 136.13% | 310 | 56 | 366 | 71.18% | 136.43% | 304 | 58 | 362 | 70.92% | |
| ault | 25 | 104 | 2 | 106 | 59.28% | 357.74% | 97 | 1 | 98 | 61.08% | 397.22% | 107 | 2 | 109 | 62.27% | 135.69% | 112 | 1 | 113 | 62.18% | 1 |
| | 26 | 20,634 | 3,247 | 23,881 | | | 20,378 | 3,134 | 23,512 | | | 20,269 | 3,251 | 23,520 | | | 19,121 | 3,076 | 22,197 | | |
| | | | | | | | | | | | | | | | | | | | | | |
| ap of AIRB and Standardized Portfolios I AIRB wholesale credit exposure by risk ratings | 27 | 308,072 | 89.597 | | | | 294,159 | 82,908 | | | | 294.143 | 79.868 | | | | 279,656 | 73,010 | | | |
| il AIRB credit exposure by portfolio and risk ratings | 21 | 300,072 | 39,391 | | | | 234, 139 | 02,500 | | | | 294,143 | 79,000 | | | | 279,030 | 73,010 | | | |
| sidential mortgages | 28 | 00.400 | 11,334 | | | | 70.040 | 10,637 | | | | 77.407 | 44.070 | | | | 72.040 | 11,622 | | | |
| | | 80,102 | | | | | 79,910 | | | | | | 11,878 | | | | 73,940 | | | | |
| alifying revolving retail | 29 | 6,922 | 25,434 | | | | 7,209 | 24,900 | | | | 6,607 | 25,339 | | | | 6,405 | 25,273 | | | |
| ner retail and Retail SME | 30 | 20,634 | 3,247 | | | | 20,378 | 3,134 | | | | 20,269 | 3,251 | | | | 19,121 | 3,076 | | | |
| Standardized portfolio | 31 | 35,896 | 3,377 | | | | 22,913 | 3,050 | | | | 22,778 | 3,111 | | | | 21,713 | 2,700 | | | |
| al Portfolio | 32 | 451.626 | 132.989 | | | II. | 424 569 | 124 629 | | | | 421 204 | 123 447 | | | | 400.835 | 115.681 | | | |



| | | | | | | | Q1 2016 | | | | | Q4 2015 | | |
|---|-----------------|-------------------|--|--|---------------------|----------------|---|---------|--|---------------------|----------------|---|---------|--|
| Risk Profile LINE (\$ millions except as noted) # | | PD Range | Moody's Investors Service implied equivalent | Standard & Poor's implied equivalent | 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 | | | | | | | | | | | | | | |
| 1 | I-1 | ≤0.02% | Aaa | AAA | 49,048 | 0.01% | 0.61% | 65 | 0.13% | 48,010 | 0.01% | 0.63% | 63 | 0.13% |
| 2 | I-2 | >0.02% to ≤0.03% | Aaa/ Aa1 | AAA/AA+ | 22,122 | 0.03% | 10.56% | 966 | 4.37% | 20,549 | 0.03% | 8.13% | 679 | 3.30% |
| 3 | I-3 | >0.03% to ≤0.07% | Aa2/Aa3 | AA/AA- | 37,205 | 0.05% | 20.22% | 3,709 | 9.97% | 33,915 | | 19.74% | 3,441 | 10.15% |
| 4 | I-4 | >0.07% to ≤0.11% | A1/A2/A3 | A+/A/A- | 30,220 | 0.08% | 30.54% | 5,016 | 16.60% | 30,473 | | 29.04% | 4,914 | 16.12% |
| 5 | I-5 | >0.11% to ≤0.19% | Baa1 | BBB+ | 30,916 | 0.12% | 35.23% | 7,415 | 23.99% | 28,054 | 0.12% | 36.32% | 6,894 | 24.57% |
| 6 | I-6 | >0.19% to ≤0.32% | Baa2 | BBB | 33,724 | 0.21% | 35.01% | 11,272 | 33.43% | 34,553 | | 34.36% | 11,153 | |
| 7 | 1-7 | >0.32% to ≤0.54% | Baa3 | BBB- | 45,276 | 0.35% | 32.42% | 17,774 | 39.26% | 41,091 | 0.35% | 31.51% | 15,789 | |
| Non-investment grade | | | | | 248,511 | | | 46,217 | | 236,645 | | | 42,933 | |
| Non-investment grade | S-1 | >0.54% to ≤0.91% | Do1 | BB+ | 38.296 | 0.76% | 34.19% | 22,456 | 58.64% | 36.644 | 0.75% | 33.43% | 21,012 | 57.34% |
| 10 | S-1 S-2 | >0.91% to ≤0.91% | Ba2 | BB | 29,809 | 1.13% | 35.62% | 21,381 | 71.73% | 25.633 | 1.13% | 35.23% | 17,782 | |
| 10 | S-3 | >1.54% to ≤2.74% | | BB- | 12,653 | 1.97% | 36.14% | 10,742 | 84.90% | 11.825 | | 35.34% | 9,695 | |
| 12 | S-4 | >2.74% to ≤5.16% | B1 | B+ | 6,233 | 3.20% | 35.29% | 5,449 | 87.42% | 5.733 | | 35.31% | 5.011 | 87.40% |
| 13 | | | | _ | 86,991 | 0.2010 | | 60,028 | <u> </u> | 79,835 | | | 53,500 | |
| Watchlist | | | | | | | | | | | | | | |
| 14 | P-1 | >5.16% to ≤9.70% | B2 | В | 1,906 | 7.11% | 29.41% | 1,901 | 99.77% | 1,453 | | 31.19% | 1,520 | |
| 15 | P-2 | >9.70% to ≤18.23% | | B- | 1,512 | 14.82% | 33.52% | 2,293 | 151.65% | 1,569 | | 33.93% | 2,394 | 152.61% |
| 16 | P-3 | >18.23% to <100% | Caa1/Caa2/Caa3 | CCC/CC | 275 | 21.19% | 38.83% | 542 | 197.15% | 304 | 22.15% | 37.31% | 557 | 183.28% |
| 17 | | | | | 3,693 | | | 4,736 | | 3,326 | | | 4,471 | |
| Default | T-1. D-1 to D-2 | 100% | | | 1.076 | 100.00% | 41.75% | 3,021 | 280.70% | 1.112 | 100.00% | 43.97% | 3.196 | 287.45% |
| 19 | | 100% | | | 1,076 | 100.00% | 41.75% | 3,021 | 280.70% | 1,112 | | 43.97% | 3,196 | 287.45% |
| Total 20 | | | | | 340.271 | | | 114.002 | | 320,918 | | | 104,100 | |
| (4) Figure and districted assessment defe | | | | | 340,271 | | | 114,002 | | 320,918 | | | 104,100 | |

⁽¹⁾ Figures are adjusted exposure at default amounts.
(2) External rating groups reflect the most predominant alignment of groups to PD Band.

| CREDIT QUALITY OF AIRB | EXPOS | URE - RETAIL PORTE | OLIOS (1) | | | | | | | | | | | | | | | | | |
|--------------------------------|----------|--------------------|---|--------------|------------------|-----------|-----------|--------------|--------|-------------|---------------|---------|---------------|-------------|-----------|-----------|--------------|--------|-------------|--------------|
| AIND | | | (1) | | | | | | | | | | | | | | | | | |
| | | | | | | Q1 20 | 016 | | | | | | | | | Q4 2015 | | | | |
| | | | | | | Exposure | Exposure | Exposure | | | | | | Exposure | Exposure | Exposure | Exposure | | | 4 |
| | | | | Notional of | Exposure | weighted- | weighted- | weighted- | | | EL adjusted | | Notional of | weighted- | weighted- | weighted- | weighted- | | | EL adjuste |
| Risk Profile | | | | undrawn | weighted-average | | average | average risk | | Expected | Average Risk | | undrawn | average EAD | | average | average risk | | Expected | Average Ris |
| (\$ millions except as noted) | | PD Range | EAD | commitments | EAD % | (%) | LGD% | weight % | RWA | | | EAD | commitments | | (%) | LGD% | weight % | RWA | Losses (EL) | weight % (2 |
| Canadian Residential Mortgage: | c and U | | LAD | Communicates | LAD /0 | (70) | LOD /0 | weight /o | INVA | LUSSUS (LL) | Weight 70 (2) | LAD | communication | 70 | (70) | LOD/0 | weight /0 | IVIIA | L03363 (LL) | weight /6 (2 |
| Insured Drawn and Undrawn (3) | | 12003 | | | | 1 | 1 | | | l | I I | | I | | | | 1 | | | T |
| Exceptionally low | | =<0.05% | 56.256 | | 100.00% | 0.00% | 11.26% | 0.38% | 216 | | 0.00% | 55.242 | | 100.00% | 0.00% | 10.95% | 0.38% | 211 | | 0.39 |
| | 22 | >0.05% to =<0.20% | 1.141 | | 100.00% | 0.00% | 33.70% | 24.76% | 282 | _ | 0.00% | 1,001 | - | 100.00% | 0.00% | 33.70% | 22.23% | 223 | - | 22.60 |
| Very low Low | 23 | >0.05% to =<0.20% | 1,141 | | 0.00% | 0.09% | 0.00% | 0.00% | 202 | _ | 0.00% | 1,001 | - | 0.00% | 0.09% | 0.00% | 0.00% | 223 | - | 0.00 |
| | | | 320 | - | | 0.00% | | | 73 | | | 324 | - | | 0.00% | 20.02% | 22.66% | 73 | | |
| Medium | 24 | >0.75% to =<7.0% | 320 | - | 100.00% | | 20.02% | 22.66% | /3 | 1 | 0.00% | 324 | - | 100.00% | | | | /3 | - 1 | 24.81 |
| High | 25 | >7.0% to =<99.9% | - | - | 0.00% | 0.00% | 0.00% | 0.00% | - | - | 0.00% | - | - | 0.00% | 0.00% | 0.00% | 0.00% | - | - | 0.00 |
| Default | 26 27 | 100% | | | 0.00% | 0.00% | 0.00% | 0.00% | 571 | - | 0.00% | F0 F07 | - | 0.00% | 0.00% | 0.00% | 0.00% | 507 | - 1 | 0.00 |
| Halanaa d Hadaaaa (4) | 27 | | 57,717 | - | | | | | 5/1 | 1 | | 56,567 | - | | | | | 507 | 1 | |
| Uninsured Undrawn (4) | 00 | | 0.000 | 00.000 | 00.100 | 0.0101 | 40.5101 | 4.0=0/ | 40. | | 0.000 | 0.401 | 00.100 | 00.000 | 0.0.0 | 40 (00) | 40.00 | 440 | | 0.00 |
| Exceptionally low | 28 | =<0.05% | 6,327 | 20,963 | 30.18% | 0.04% | 16.54% | 1.95% | 124 | 1 | 0.00% | 6,124 | 20,486 | 29.90% | 0.04% | 16.46% | 1.94% | 119 | 1 | 2.03 |
| Very low | 29 | >0.05% to =<0.20% | 444 | 1,740 | 25.49% | 0.15% | 16.36% | 5.34% | 24 | - | 0.00% | 448 | 1,780 | 25.18% | 0.15% | 16.60% | 5.45% | 24 | - | 5.77 |
| Low | 30 | >0.20% to =<0.75% | 17 | 21 | 83.56% | 0.62% | 14.05% | 12.76% | 2 | - | 0.00% | 16 | 19 | 82.94% | 0.62% | 14.09% | 12.79% | 2 | - | 13.89 |
| Medium | 31 | >0.75% to =<7.0% | 94 | 633 | 14.79% | 1.39% | 17.59% | 25.33% | 24 | - | 0.00% | 89 | 561 | 15.87% | 1.35% | 16.92% | 24.06% | 22 | - | 26.85 |
| High | 32 | >7.0% to =<99.9% | 5 | 32 | 16.07% | 20.90% | 16.84% | 83.74% | 4 | - | 0.00% | 8 | 50 | 15.84% | 21.31% | 18.80% | 90.53% | 7 | - | 138.039 |
| Default | 33 | 100% | 1 | 10 | 10.62% | 100.00% | 17.75% | 209.99% | 2 | - | 0.00% | 1 | 8 | 11.98% | 100.00% | 17.52% | 212.27% | 2 | | 212.309 |
| | 34 | | 6,888 | 23,399 | | | | | 180 | 1 | | 6,686 | 22,904 | | | | | 176 | 1 | 4 |
| Uninsured Drawn (5) | | | | | | | | | | | | | | | | | | | | |
| Exceptionally low | 35 | =<0.05% | 14,096 | | | 0.04% | 16.86 % | 2.15 % | 303 | 1 | 2.24 % | 13,845 | | | 0.04% | 16.80% | 2.14% | 296 | 1 | 2.249 |
| Very low | 36 | >0.05% to =<0.20% | 33,693 | | | 0.12% | 13.03% | 3.66% | 1,234 | 5 | 3.87% | 34,652 | | | 0.12% | 13.01% | 3.65% | 1,263 | 6 | 3.859 |
| Low | 37 | >0.20% to =<0.75% | 8,216 | | | 0.61% | 11.44% | 10.02% | 823 | 6 | 10.87% | 8,032 | | | 0.61% | 11.56% | 10.13% | 814 | 5 | 10.999 |
| Medium | 38 | >0.75% to =<7.0% | 10,988 | | | 3.01% | 13.87% | 27.73% | 3,047 | 40 | | 10,915 | | | 2.94% | 13.99% | 27.51% | 3,002 | 39 | |
| High | 39 | >7.0% to =<99.9% | 342 | | | 35.18% | 17.11% | 88.24% | 301 | 19 | | 346 | | | 34.01% | 17.70% | 91.64% | 317 | 19 | |
| Default | 40 | 100% | 216 | | | 100.00% | 15.11% | 160.74% | 347 | 17 | | 203 | | | 100.00% | 15.39% | 163.34% | 331 | 17 | 266.849 |
| | 41 | | 67,551 | | | | | | 6,055 | 88 | | 67,993 | | | | | | 6,023 | 87 | |
| Qualifying Revolving Credit | | | , | | | | | , | | , | | | , | , | | | | | | , |
| | | | | | | | | | | | | | | | | | | | | |
| Exceptionally low | 42 | =<0.05% | 14,631 | 30,272 | 48.07% | 0.04% | 86.04% | 2.15% | 314 | 4 | 2.53% | 14,347 | 29,647 | 48.01% | 0.04% | 86.01% | 2.15% | 308 | 4 | 2.539 |
| Very low | 43 | >0.05% to =<0.20% | 5,485 | 6,891 | 73.10% | 0.10% | 77.44% | 4.82% | 264 | 5 | | 5,399 | 6,721 | 73.15% | 0.10% | 77.14% | 4.81% | 260 | 5 | |
| Low | 44 | >0.20% to =<0.75% | 7,509 | 10,483 | 55.76% | 0.29% | 75.71% | 10.89% | 818 | 17 | | 7,781 | 10,535 | 56.39% | 0.29% | 76.14% | 10.89% | 847 | 17 | |
| Medium | 45 | >0.75% to =<7.0% | 4,205 | 1,947 | 88.78% | 1.99% | 88.41% | 53.17% | 2,235 | 73 | | 4,056 | 1,862 | 89.36% | 1.97% | 88.52% | 52.97% | 2,148 | 70 | |
| High | 46 | >7.0% to =<99.9% | 468 | 227 | 85.77% | 21.94% | 79.59% | 174.94% | 819 | 81 | 392.55% | 474 | 229 | 84.86% | 21.88% | 79.26% | 174.36% | 827 | 82 | |
| Default | 47 | 100% | 58 | 18 | 84.40% | 100.00% | 62.31% | 362.63% | 210 | 24 | | 52 | | 84.33% | 100.00% | 62.57% | 341.77% | 178 | 23 | |
| | 48 | | 32,356 | 49,838 | | | | | 4,660 | 204 | | 32,109 | 49,011 | | | | | 4,568 | 201 | 4 |
| Other Retail (6) | | | | | | | | | | , | | | , | , | , | | ļ | | | |
| | | | | | 1 | | | | | | | | | | | | | | | |
| Exceptionally low | 49 | =<0.05% | 5,913 | 6,263 | 75.65% | 0.04% | 65.15% | 8.26% | 489 | 2 | 8.62% | 5,399 | 5,788 | 74.10% | 0.04% | 64.15% | 8.12% | 438 | 2 | |
| Very low | 50 | >0.05% to =<0.20% | 9,865 | 1,600 | 95.78% | 0.14% | 45.20% | 13.57% | 1,339 | 6 | | 9,286 | 1,458 | 95.76% | 0.14% | 45.47% | 13.70% | 1,272 | 6 | |
| Low | 51 | >0.20% to =<0.75% | 11,974 | 2,963 | 90.67% | 0.39% | 70.71% | 41.43% | 4,961 | 31 | 44.64% | 11,863 | 2,945 | 90.58% | 0.38% | 70.43% | 41.21% | 4,888 | 30 | |
| Medium | 52 | >0.75% to =<7.0% | 11,488 | 568 | 98.29% | 1.85% | 56.37% | 77.43% | 8,895 | 123 | 90.83% | 11,201 | 566 | 98.21% | 1.87% | 56.65% | 77.56% | 8,687 | 123 | |
| High | 53 | >7.0% to =<99.9% | 728 | 129 | 92.37% | 26.24% | 65.38% | 203.33% | 1,480 | 120 | | 692 | 121 | 91.97% | 25.61% | 67.18% | 203.60% | 1,408 | 115 | |
| Default | 54 | 100% | 591 | 3 | 99.71% | 100.00% | 61.49% | 461.84% | 2,730 | 205 | 895.27% | 521 | 3 | 99.72% | 100.00% | 61.09% | 453.77% | 2,364 | 183 | |
| | 55 | | 40,559 | 11,526 | | | | | 19,894 | 487 | | 38,962 | 10,881 | | | | | 19,057 | 459 | |
| Total | 56 | | 205,071 | 84,763 | | | | | 31,360 | 781 | | 202,317 | 82,796 | | | | | 30,331 | 749 | 4 |

BMO (22) Financial Group WHOLESALE CREDIT EXPOSURE BY RISK RATING (1) (Canadian \$ in millions) Q1 2016 Q4 2015 LINE Drawn Undrawn Total Drawn Undrawn Total Bank Bank Bank Corporate Sovereign 121,179 Corporate 56,877 Exposures Bank Corporate Sovereign Corporate Exposures Total investment grade Non-investment grade Watchlist 92,815 2,692 2,647 2 2,773 59,323 212 377 24,290 16 86,991 3,717 53,543 264 327 21,932 52 79,835 3,000 669 3,693 2,736 580 3,326 Default 965 162,704 104 81,940 1,076 397,669 968 150,062 139 76,076 1,112 377,067 23,967 121,401 4,948 2,709 24,432 4,130 2,702

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

| RETAIL CREDIT EXPOSURE BY PORTFOLIO A (Canadian \$ in millions) | AND RISK RATI | NG (2) | Q1 2016 | | | Q4 2015 | |
|---|---------------|---|------------|--|---|------------|--|
| | | Residential mortgages and home equity lines of credit | Qualifying | Other retail and retail small and medium-sized enterprises | Residential mortgages and home equity lines of credit | Qualifying | Other retail and retail small and medium-sized enterprises |
| Risk profile (probability of default): | | | | | | | |
| Exceptionally Low (≤ 0.05%) | 6 | 25,736 | 14,631 | 601 | 24,785 | 14,347 | 585 |
| Very low (> 0.05% to 0.20%) | 7 | 38,000 | 5,485 | 6,001 | 38,741 | 5,398 | 5,740 |
| Low (> 0.20% to 0.75%) | 8 | 10,474 | 7,509 | 9,731 | 10,163 | 7,781 | 9,748 |
| Medium (> 0.75% to 7.00%) | 9 | 15,817 | 4,205 | 7,073 | 15,561 | 4,056 | 6,967 |
| High (> 7.00% to 99.99%) | 10 | 706 | 468 | 369 | 671 | 475 | 374 |
| Default (100%) | 11 | 703 | 58 | 106 | 626 | 52 | 98 |
| | 12 | 91,436 | 32,356 | 23,881 | 90,547 | 32,109 | 23,512 |

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



| | | Q1 2 | 016 | Q4 2 | 015 | Q3 2 | 2015 | Q2 2 | 015 |
|---|-----------|-----------------------------|----------------------------|--------------------------|----------------------------|-----------------------------|----------------------------|--------------------------|----------------------------|
| Basel III Asset Classes | LINE # | 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) |
| Non-retail | | | | | | | | | |
| Total Corporate (incl specialized lending and corporate SMEs) | 1 | 0.08% | 0.62% | 0.08% | 0.62% | 0.10% | 0.65% | 0.10% | 0.68% |
| Sovereign | 2 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Bank | 3 | 0.00% | 0.10% | 0.00% | 0.04% | 0.00% | 0.07% | 0.00% | 0.06% |
| Retail | | | | | | | | | |
| Residential retail incl. HELOCs | 4 | 0.06% | 0.53% | 0.07% | 0.47% | 0.05% | 0.47% | 0.06% | 0.53% |
| Other retail incl. SBE | 5 | 0.49% | 1.30% | 0.50% | 1.30% | 0.48% | 1.14% | 0.42% | 1.12% |
| Qualifying revolving retail | 6 | 2.43% | 3.50% | 2.43% | 3.29% | 2.42% | 3.30% | 2.47% | 3.24% |

General

Expected Loss (EL) 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 2016 continued to be low. EL remained stable reflecting overall benign environment.

Bank and Sovereign - Actual Losses continued to be \$nil. EL remained stable.

Retail

Overall, the Actual Loss rates for all retail asset classes are well below Expected Loss rates. Expected loss (EL) and actual loss rates remain relatively stable for all asset classes. Variation in Qualifying Revolving Retail EL quarter over quarter is mainly due to 1) credit card PD and EAD parameter update that was implemented during Q1 2015 and 2) volume change.

Prior period numbers have been restated to conform with the current period's presentation.

| | | | | Q1 20 | 16 | | | | | Q4 20 | 15 | | |
|---|-----------|---------------------|----------|---------------------|----------|--------------|-----------|---------------------|----------|---------------------|----------|--------------|--------|
| | | PD (1) |) (2) | LGD (3 | (4) | EAD (| 5) (6) | PD (1) | (2) | LGD (3 | 3) (4) | EAD (5 | 5) (6) |
| Risk Profile \$ millions except as noted) | LINE # | Average estimated % | Actual % | Average estimated % | Actual % | Estimated \$ | Actual \$ | Average estimated % | Actual % | Average estimated % | Actual % | Estimated \$ | Actual |
| Wholesale | | | | | | | | | | | | | |
| Corporate including specialized lending | 1 | 1.00% | 0.59% | 34.18% | 1.79% | 299 | 231 | 0.99% | 0.65% | 34.28% | 1.79% | 223 | |
| Corporate small and medium enterprises (SMEs) | 2 | 1.53% | 0.78% | 35.90% | 35.88% | 111 | 60 | 1.47% | 0.61% | | 35.25% | 110 | |
| Sovereign | 3 | 0.14% | 0.00% | 14.18% | 0.00% | - | - | 0.14% | 0.00% | | 0.00% | | |
| Bank Retail | 4 | 0.38% | 0.00% | 16.58% | 0.00% | - | - | 0.43% | 0.00% | 16.49% | 0.00% | - | |
| Residential mortgages excluding home equity line of credits (HELOCs) - Uninsured only (7) | 5 | 1.01% | 0.84% | 30.65% | 20.23% | 299 | 299 | 1.03% | 0.92% | 31.66% | 22.98% | 293 | |
| HELOCs | 6 | 0.56% | 0.63% | 54.77% | 31.16% | 243 | 247 | 0.56% | 0.60% | 56.20% | 34.76% | 236 | |
| Qualifying revolving retail (QRR) | 7 | 1.32% | 1.23% | 97.38% | 79.99% | 431 | 414 | 1.34% | 1.28% | 97.39% | 80.20% | 432 | |
| Other retail (excl. SMEs) | 8 | 4.71% | 4.81% | 90.82% | 85.08% | 208 | 215 | 4.43% | 4.51% | | 84.38% | | |
| Retail SMEs | 9 | 1.14% | 0.91% | 97.39% | 80.19% | 18 | 17 | 1.05% | 0.81% | 97.44% | 82.77% | 18 | Ì |

- (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 : | 2016 | Q4 2 | 2015 | Q3 : | 2015 | Q2 : | 2015 | Q1 : | 2015 |
|--|------------|----------|------------|----------|------------|----------|------------|----------|------------|----------|
| Traditional Securitizations LIN | E Exposure | Capital | Exposure | Capital | Exposure | Capital | Exposure | Capital | Exposure | Capital |
| Risk Weights # | Amount (1) | Required |
| Bank Assets | | | | | | | | | | |
| 7% | 5,905 | 33 | 6,124 | 34 | 1,460 | 8 | 1,673 | 9 | 1,925 | 11 |
| 7.01% - 25% | _ | _ | - | - | 4,841 | 28 | 5,129 | 31 | 6,160 | 55 |
| 25.01% - 50% | 71 | 2 | 76 | 2 | 89 | 3 | 95 | 3 | 115 | 4 |
| Greater than 50% | 18 | 18 | 20 | 20 | 22 | 22 | 22 | 22 | 26 | 26 |
| Less amount excluded from capital requirements for exceeding maximum | | | | | | | | | | |
| KIRB capital (2) | | - | - | - | - | - | - | - | - | - |
| Total Exposures, net of deductions | 5,994 | 53 | 6,220 | 56 | 6,412 | 61 | 6,919 | 65 | 8,226 | 96 |
| Exposures Deducted: | | | | | | | | | | |
| From Tier 1 Capital: | | | | | | | | | | |
| Credit Card Receivables (3) 7 | - | - | - | - | - | - | - | - | - | - |
| Residential Mortgages | - | - | - | - | - | - | - | - | - | - |
| From Total Capital: | | | | | | | | | | |
| Residential Mortgages | - | - | - | - | - | - | - | - | - | - |
| Total Exposures Deducted 1 | | - | - | - | - | - | - | - | - | - |
| Bank Assets Total Exposures 1 | 5,994 | 53 | 6,220 | 56 | 6,412 | 61 | 6,919 | 65 | 8,226 | 96 |
| Third Party Assets | | | | | | | | | | |
| 7% | 18,125 | 101 | 16,859 | 94 | 16,421 | 92 | 16,164 | 91 | 18,539 | 104 |
| 7.01% - 25% | 5,716 | 46 | 5,873 | 47 | 5,456 | 44 | 3,924 | 33 | 3,540 | 30 |
| 25.01% - 50% | 2 | - | 2 | - | 35 | 1 | 36 | 1 | 40 | 1 |
| 50.01% - 100% | 134 | 10 | 126 | 10 | 127 | 10 | 120 | 9 | 128 | 10 |
| Greater than 100% | - | - | - | - | - | - | - | - | - | - |
| Default 1 | - | - | - | - | - | - | - | - | - | - |
| Total Exposures, net of deductions | 23,977 | 157 | 22,860 | 151 | 22,039 | 147 | 20,244 | 134 | 22,247 | 145 |
| Exposures Deducted: | | | | | | | | | | |
| From Total Capital: | | | | | | | | | | |
| Collateralized Debt Obligations (AAA/R-1 (High) Securities) | - | - | - | - | - | - | - | - | - | - |
| Montreal Accord Assets | - | - | - | - | - | - | - | - | - | - |
| Residential Mortgages (Uninsured) 2 | - | - | - | - | - | - | - | - | - | - |
| Other Pool Type 2 | - | - | - | - | - | - | - | - | - | - |
| Trading Securities Reclassified to AFS 23 | - | - | - | - | - | - | - | - | - | - |
| Total Exposures Deducted 2 | | - | - | - | - | - | - | - | - | - |
| Third Party Assets Total Exposures 2 | 23,977 | 157 | 22,860 | 151 | 22,039 | 147 | 20,244 | 134 | 22,247 | 145 |
| Total Exposures 2 | 29,971 | 210 | 29,080 | 207 | 28,451 | 208 | 27,163 | 199 | 30,473 | 241 |

⁽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 II because the excess spread of the underlying portfolio has remained above the threshold at which capital charges would be incurred.

BMO 😩 Financial Group

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

| (\$ millions) | | Q1 2 | 2016 | Q4 2 | 2015 | Q3 | 2015 | Q2 : | 2015 |
|---|-------------------|---------------------|------------------|---------------------|------------------|---------------------|------------------|---------------------|------------------|
| | LINE | | | | | | | | |
| Risk Weights | # | Exposure Amount (1) | Capital Required |
| Bank Assets | | | | | | | | | |
| 7% | 1 | - | - | - | - | - | - | - | - |
| 7.01% - 25% | 2 | - | - | - | - | - | - | - | - |
| 25.01% - 50% | 3 | - | - | - | - | - | - | - | - |
| Greater than 50% | 4 | - | = | - | = | - | - | - | - |
| Less amount excluded from capital requirements for exceeding maximum KIRB | | | | | | | | | |
| capital (2) | 5 | - | - | - | - | - | - | - | - |
| Total Exposures, net of deductions | 6 | - | - | - | - | - | - | - | - |
| Exposures Deducted: | | | | | | | | | |
| From Tier 1 Capital: | | | | | | | | | |
| Credit Card Receivables (3) | 7 | - | - | - | - | - | - | - | - |
| Residential Mortgages | 8 | - | - | - | - | - | - | - | - |
| From Total Capital: | | | | | | | | | |
| Residential Mortgages | 9 | - | - | i | Į. | - | - | - | i |
| Total Exposures Deducted | 10 | = | = | = | - | = | = | = | = |
| Bank Assets Total Exposures | 11 | - | - | i | 1 | - | - | - | - |
| Third Party Assets | | | | | | | | | |
| 7% | 12 | - | = | - | - | - | - | = | - |
| 7.01% - 25% | 13 | 57 | 1 | 57 | 1 | 64 | 1 | 76 | 1 |
| 25.01% - 50% | 14 | = | = | - | - | - | - | - | - |
| 50.01% - 100% | 15 | - | = | - | - | - | - | = | - |
| Greater than 100% | 16 | 44 | 14 | 41 | 13 | 50 | 16 | 71 | 28 |
| Default | 17 | | = | | | | - | | |
| Total Exposures, net of deductions | 18 | 101 | 15 | 98 | 14 | 114 | 17 | 147 | 29 |
| Exposures Deducted: | | | | | | | | | |
| From Total Capital: | | | | | | | | | |
| Collateralized Debt Obligations (AAA/R-1 (High) Securities) | 19 | - | - | - | - | - | - | - | - |
| Commercial Mortgages | 20 | - | - | - | - | - | - | - | - |
| Montreal Accord Assets | 21 | - | - | - | - | - | - | - | - |
| Residential Mortgages (Uninsured) | 22 | - | - | - | - | - | - | - | - |
| Other Pool Type | 23 | - | - | - | - | - | - | - | _ |
| Equipment Loans/Leases | 24 | - | _ | _ | - | _ | _ | _ | _ |
| Total Exposures Deducted | 25 | - | - | - | - | - | - | - | - |
| Third Party Assets Total Exposures | 26 | 101 | 15 | 98 | 14 | 114 | 17 | 147 | 29 |
| Total Exposures | 27 | 101 | 15 | 98 | 14 | 114 | 17 | 147 | 29 |
| (4) F | · · · · · · · · · | | | | 4.4.4.46 | | | | |

⁽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 II because the excess spread of the underlying portfolio has remained above the threshold at which capital charges would be incurred.



| | Г | Q1 2 | 2016 | 04 | 2015 | 02 | 2015 | Q2 : | 2015 |
|---|------|--------------|------------------|--------------|------------------|--------------|------------------|--------------|-------------------|
| | | RBA/Inferred | .010 | RBA/Inferred | 2013 | RBA/Inferred | 2013 | RBA/Inferred | .013 |
| | | Rating/IAA | | Rating/IAA | | Rating/IAA | | Rating/IAA | |
| (\$ millions) | | Exposure | | Exposure | | Exposure | | Exposure | |
| Trading Securitizations Excluding Resecuritization Exposures | LINE | Exposure | | Exposure | | Exposure | | Exposure | |
| Risk Weights (#1669) | # | Amount | Capital Required |
| Exposures Included In Risk-Weighted Assets | " | Amount | Oupital Required | Amount | Oupital Required | Amount | Oupital required | Amount | Oapitai recquirea |
| 7% | 1 | 236 | 1 | 128 | 1 | 99 | 1 | 76 | 1 |
| 7.01% - 25% | 2 | 44 | 1 | 16 | - | 47 | _ | 17 | |
| 25.01% - 50% | 3 | - | · - | - | _ | | _ | _ | - |
| 50.01% - 100% | 4 | 1 | - | _ | _ | 1 | _ | 1 | - |
| Greater than 100% | 5 | - | - | _ | _ | _ | 1 | _ | - |
| Default Default | 6 | - | _ | _ | _ | _ | _ | _ | - |
| Less amount excluded from capital requirements for exceeding maximum KIRB capital | 7 | - | _ | _ | _ | _ | _ | _ | - |
| Total Exposures excluding Resecuritization, net of deductions (1) | 8 | 281 | 2 | 144 | 1 | 147 | 2 | 94 | 1 |
| Exposures Deducted From Tier 1 Capital: | - | 201 | | 144 | | 147 | | 34 | |
| Auto loans/leases | 9 | - | - | _ | _ | _ | _ | _ | - |
| Credit card receivables | 10 | - | - | _ | _ | _ | _ | _ | - |
| Residential mortgages (insured) | 11 | - | - | _ | _ | _ | _ | _ | - |
| Residential mortgages (uninsured) | 12 | - | - | _ | _ | _ | _ | _ | - |
| Commercial mortgages | 13 | _ | _ | _ | _ | _ | _ | _ | _ |
| Personal line of credit | 14 | _ | _ | _ | _ | _ | _ | _ | _ |
| Equipment loans/leases | 15 | _ | _ | _ | _ | _ | _ | _ | _ |
| Trade receivables | 16 | _ | - | - | _ | _ | _ | _ | - |
| Corporate loans | 17 | - | - | _ | _ | _ | _ | _ | - |
| Daily auto rental | 18 | - | - | _ | _ | _ | _ | _ | - |
| Floorplan finance receivables | 19 | - | _ | - | - | _ | - | _ | - |
| Collateralized debt obligations (AAA/R-1 (high) securities) | 20 | - | - | _ | _ | _ | _ | _ | - |
| Other pool type | 21 | - | _ | - | - | _ | - | _ | - |
| Total Trading Exposures excluding Resecuritization Deducted from Tier 1 Capital | 22 | - | - | 1 | - | - | - | - | - |
| Exposures Deducted from Total Capital: | | | | | | | | | |
| Auto loans/leases | 23 | = | = | - | - | - | - | - | = |
| Credit card receivables | 24 | = | = | - | - | - | - | - | = |
| Residential mortgages (insured) | 25 | - | - | - | - | - | - | _ | - |
| Residential mortgages (uninsured) | 26 | - | - | - | - | - | - | _ | - |
| Commercial mortgages | 27 | - | - | - | - | - | - | _ | - |
| Personal line of credit | 28 | = | = | - | - | - | - | - | - |
| Equipment loans/leases | 29 | - | - | - | - | - | - | _ | - |
| Trade receivables | 30 | - | - | - | - | - | - | _ | - |
| Corporate loans | 31 | - | - | - | - | - | _ | _ | - |
| Daily auto rental | 32 | - | - | - | - | - | - | _ | - |
| Floorplan finance receivables | 33 | - | - | - | - | - | - | _ | - |
| Collateralized debt obligations (AAA/R-1 (high) securities) | 34 | - | - | - | - | - | - | _ | - |
| Other pool type | 35 | - | - | - | - | - | - | _ | - |
| Total Trading Exposures excluding Resecuritization Deducted from Total Capital | 36 | - | - | - | - | - | - | - | - |
| Total Trading Exposures Excluding Resecuritization | 37 | 281 | 2 | 144 | 1 | 147 | 2 | 94 | 1 |
| Total Treating Exposures Excitating Resociating | 0, | 201 | | 144 | <u> </u> | 147 | | 34 | |

| AGGREGATE AMOUNT OF TRADING SECURITIZATION EXCLU | JDING RESECURIT | FIZATION EXPOSUI | RES RETAINED | | |
|---|-----------------|---------------------|---------------------|---------------------|---------------------|
| (\$ millions except as noted) | | Q1 2016 Exposure | Q4 2015 Exposure | Q3 2015 Exposure | Q2 2015 Exposure |
| Asset Classes | | , | | , | |
| Auto loans/leases | 38 | 56 | - | - | = |
| Credit card receivables | 39 | 91 | 77 | 72 | 58 |
| Residential mortgages (insured) | 40 | - | - - | - | - |
| Residential mortgages (uninsured) | 41 | - | - | - | - |
| Commercial mortgages | 42 | - | = | - | - |
| Personal line of credit | 43 | 43 | 13 | 27 | 5 |
| Equipment loans/leases | 44 | - | 1 | 1 | - |
| Trade receivables | 45 | - | - | - | - |
| Corporate loans | 46 | - | = | - | - |
| Daily auto rental | 47 | 68 | 13 | 2 | 14 |
| Floorplan finance receivables | 48 | 8 | 4 | 10 | 10 |
| Collateralized debt obligations (AAA/R-1 (high) securities) | 49 | - | = | - | - |
| Other pool type | 50 | 15 | 36 | 35 | 7 |
| Total Trading Securitization Excluding Resecuritization (1) | 51 | 281 | 144 | 147 | 94 |

⁽¹⁾ Excluding Resecuritization Exposures of \$170 million in Q1 2016 (\$166 millin Q4 2015, \$193 million in Q3 2015, and \$230 million in Q2 2015).



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 2014.

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 (Σ (Adjusted EAD of each exposure x its LGD)) divided by the total Adjusted EAD.

Exposure Weighted Average Risk Weight is the (Σ pre-scaled RWA for each exposure/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).