

# Consolidated Statement of Changes in Equity

For the Year Ended October 31 (Canadian \$ in millions)	2018	2017	2016
<b>Preferred Shares</b> (Note 16)			
Balance at beginning of year	\$ 4,240	\$ 3,840	\$ 3,240
Issued during the year	400	900	600
Redeemed during the year	(300)	(500)	-
Balance at End of Year	4,340	4,240	3,840
<b>Common Shares</b> (Note 16)			
Balance at beginning of year	13,032	12,539	12,313
Issued under the Shareholder Dividend Reinvestment and Share Purchase Plan (Note 16)	-	448	90
Issued under the Stock Option Plan (Note 16)	99	146	136
Repurchased for cancellation (Note 16)	(202)	(101)	-
Balance at End of Year	12,929	13,032	12,539
<b>Contributed Surplus</b>			
Balance at beginning of year	307	294	299
Stock option expense, net of options exercised (Note 20)	(12)	6	(14)
Other	5	7	9
Balance at End of Year	300	307	294
<b>Retained Earnings</b>			
Balance at beginning of year	23,709	21,205	18,930
Impact from adopting IFRS 9 (Note 28)	99	na	na
Net income attributable to bank shareholders	5,450	5,348	4,622
Dividends – Preferred shares (Note 16)	(184)	(184)	(150)
– Common shares (Note 16)	(2,424)	(2,312)	(2,191)
Share issue expense	(5)	(9)	(6)
Common shares repurchased for cancellation (Note 16)	(789)	(339)	-
Balance at End of Year	25,856	23,709	21,205
<b>Accumulated Other Comprehensive Income (Loss) on Fair Value through OCI Securities, net of taxes</b> (1)			
Balance at beginning of year	56	48	(75)
Impact from adopting IFRS 9 (Note 28)	(55)	na	na
Unrealized gains (losses) on fair value through OCI debt securities arising during the year	(251)	na	na
Unrealized gains on available-for-sale securities arising during the year	na	95	151
Reclassification to earnings of (gains) in the year	(65)	(87)	(28)
Balance at End of Year	(315)	56	48
<b>Accumulated Other Comprehensive Income (Loss) on Cash Flow Hedges, net of taxes</b>			
Balance at beginning of year	(182)	596	612
(Losses) on derivatives designated as cash flow hedges arising during the year	(1,228)	(839)	(26)
Reclassification to earnings of losses on derivatives designated as cash flow hedges in the year	336	61	10
Balance at End of Year	(1,074)	(182)	596
<b>Accumulated Other Comprehensive Income on Translation of Net Foreign Operations, net of taxes</b>			
Balance at beginning of year	3,465	4,327	4,073
Unrealized gains (losses) on translation of net foreign operations	417	(885)	213
Unrealized gains (losses) on hedges of net foreign operations	(155)	23	41
Balance at End of Year	3,727	3,465	4,327
<b>Accumulated Other Comprehensive Income (Loss) on Pension and Other Employee Future Benefit Plans, net of taxes</b>			
Balance at beginning of year	(92)	(512)	(90)
Gains (losses) on remeasurement of pension and other employee future benefit plans	261	420	(422)
Balance at End of Year	169	(92)	(512)
<b>Accumulated Other Comprehensive Loss on Own Credit Risk on Financial Liabilities Designated at Fair Value, net of taxes</b>			
Balance at beginning of year	(181)	(33)	120
(Losses) on remeasurement of own credit risk on financial liabilities designated at fair value (Note 1)	(24)	(148)	(153)
Balance at End of Year	(205)	(181)	(33)
<b>Total Accumulated Other Comprehensive Income</b>	<b>2,302</b>	<b>3,066</b>	<b>4,426</b>
<b>Total Shareholders' Equity</b>	<b>\$ 45,727</b>	<b>\$ 44,354</b>	<b>\$ 42,304</b>
<b>Non-controlling Interest in Subsidiaries</b>			
Balance at beginning of year	-	24	491
Net income attributable to non-controlling interest	-	2	9
Dividends to non-controlling interest	-	-	(10)
Redemption/purchase of non-controlling interest	-	(25)	(450)
Other	-	(1)	(16)
Balance at End of Year	-	-	24
<b>Total Equity</b>	<b>\$ 45,727</b>	<b>\$ 44,354</b>	<b>\$ 42,328</b>

(1) Fiscal 2017 and prior years represent available-for-sale securities (Note 1).

na – not applicable due to IFRS 9 adoption.

The accompanying notes are an integral part of these consolidated financial statements.