



RISK REVIEW

Q1 2003

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*Quarterly Investor Presentation
February 25, 2003*

Credit Risk Highlights

- Specific Provisions for Credit Losses (PCL) were \$150 million for the quarter, down \$30 million or 17% from the first quarter of last year
- Gross Impaired Loan Formations (GIL) for the quarter decreased \$110 million from the first quarter of last year
- Revised PCL Guidance: to be at or below \$700 million for 2003

Q1 F2003

GIL Formations

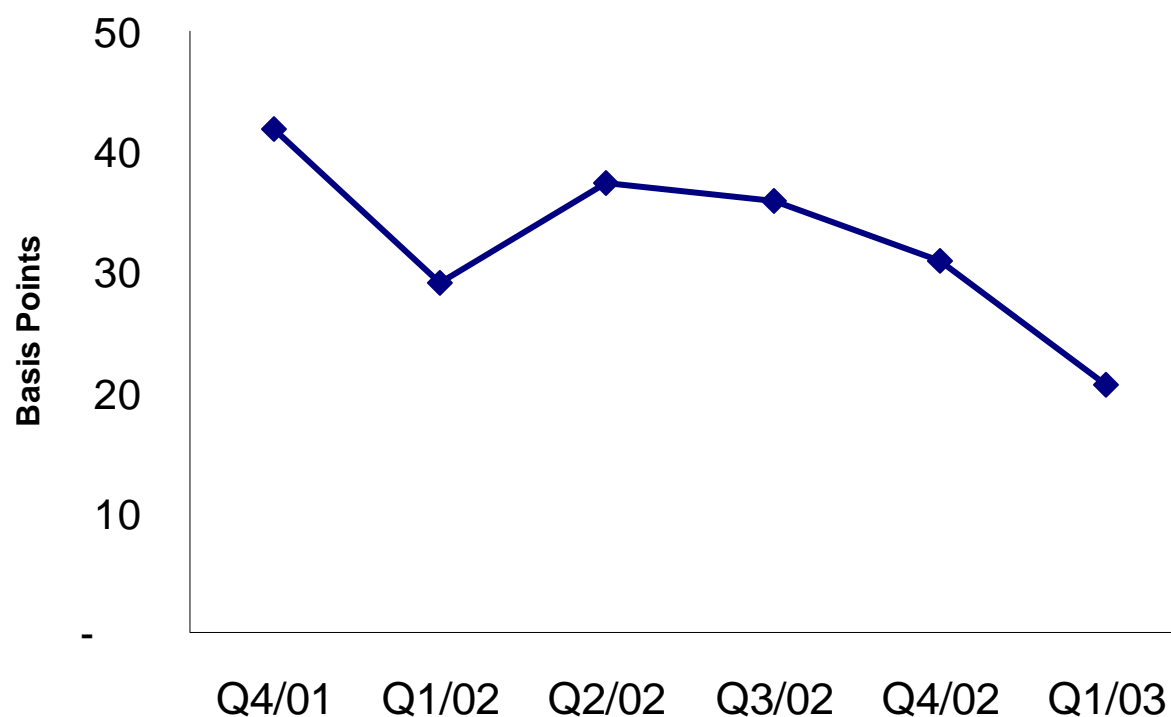
Down 26% from
Q1 F2002

Quarterly GIL Formations as
a percent of Net Loans and
Acceptances (including
Reverse Repos)

	C\$Millions	bps
Q4 01	606	42
Q1 02	417	29
Q2 02	544	37
Q3 02	522	36
Q4 02	462	31
Q1 03	307	21

GIL's have decreased reflecting a
reduction in GIL Formations

GIL Formation Ratio*

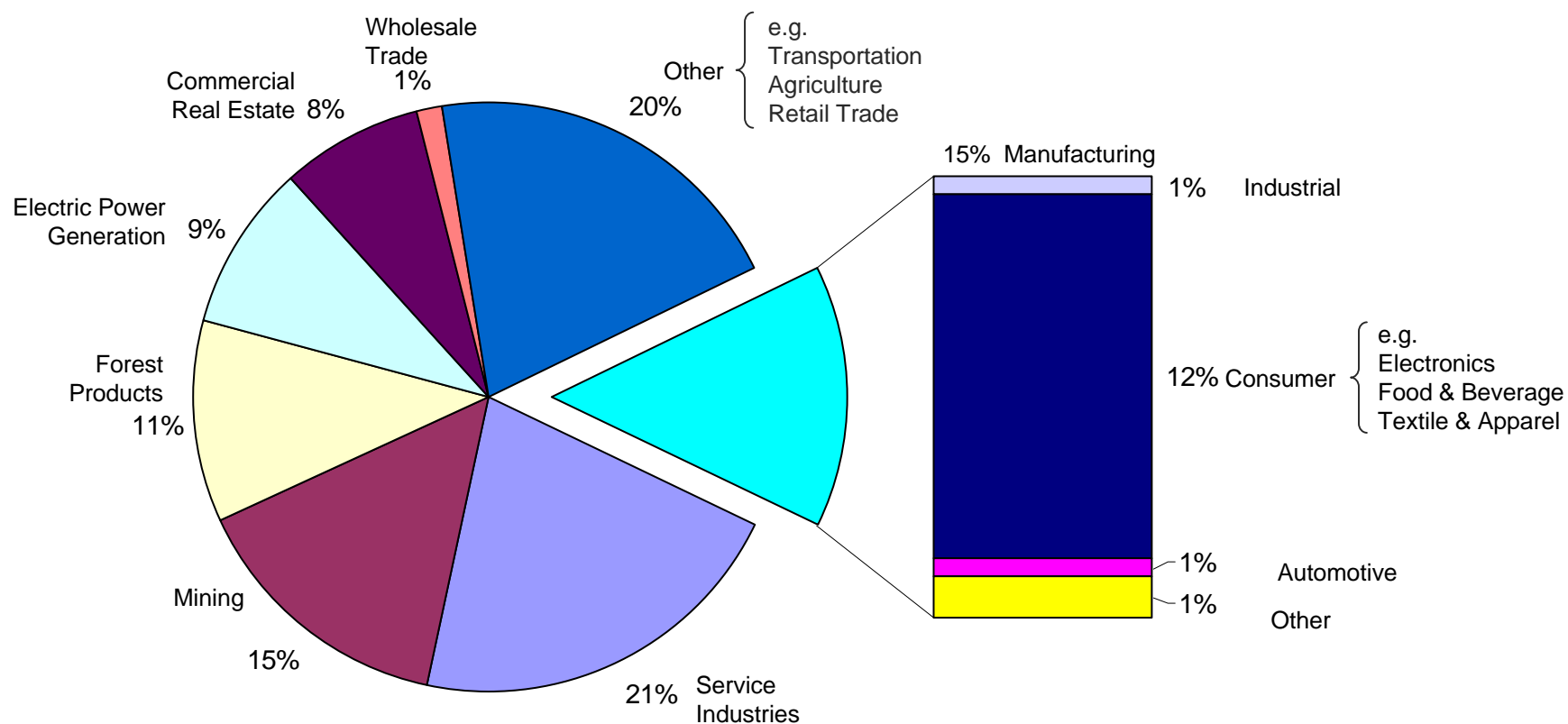


* Quarterly gross impaired loan formations as a percent of net
loans and acceptances, including reverse repos

There is no sector concentration in the GIL formations

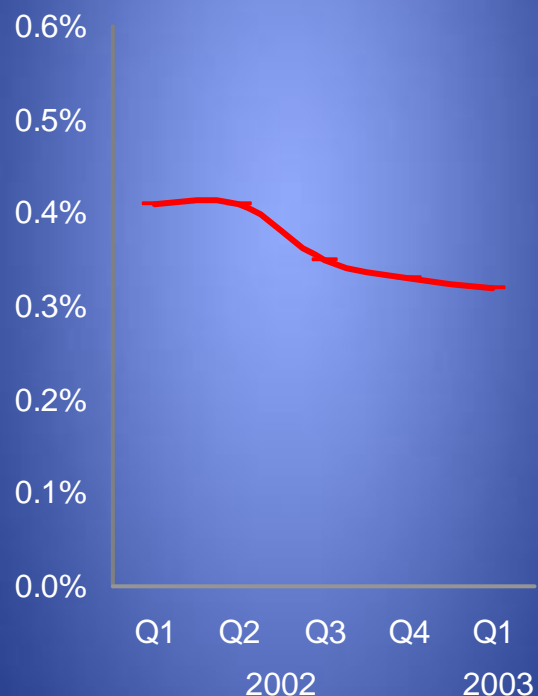
Q1 2003

GIL Formations, C\$307 Million



Q1 F2003

Consumer Portfolio Delinquency Ratio (%)*



* Percent of portfolio which is 90 days or more past due

The more stable Consumer portfolio represents a large and growing proportion of the loan book

Total Gross Loans and Acceptances¹ (C\$ Billion) As at January 31, 2003

	Canada	U.S.	Other	Total	Q1 2003	Q1 2002
Consumer						
Residential Mortgages	39	6	-	45	33%	31%
Consumer Loans	15	6	-	21	15%	15%
Cards	3	-	-	3	2%	1%
Total Consumer	57	12	-	69	50%	47%
Commercial	26	6	-	32	24%	23%
Corporate	8	24	3	35	26%	30%
Total	91	42	3	136	100%	100%

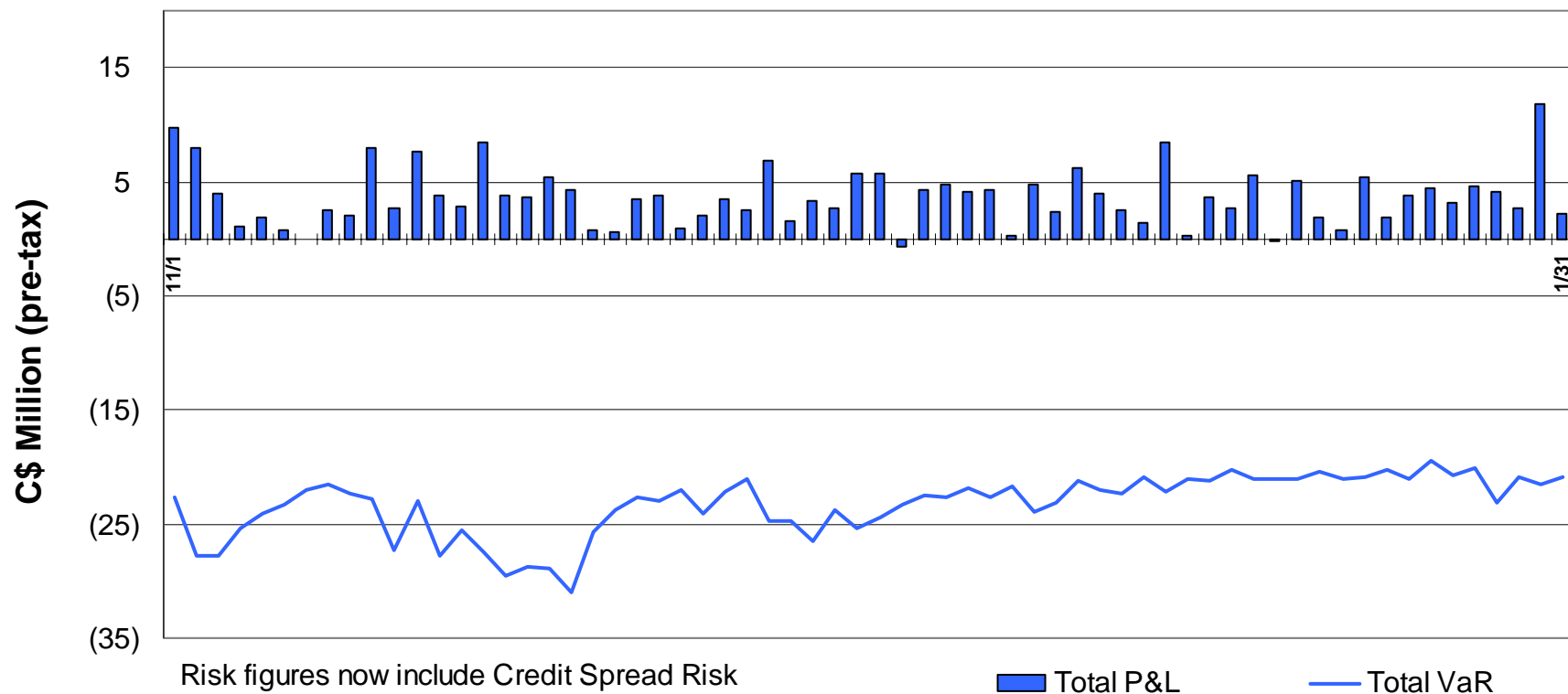
¹ Excludes Reverse Repos

Trading and Underwriting performance was within risk tolerances and relatively consistent in the quarter

Trading and Underwriting Portfolios

Revenue versus Value at Risk

November 1, 2002 to January 31, 2003



(Refer to Supplementary Financial Information package page 38 for after tax risk data)

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Airlines and Aerospace

	C\$ Million as at January 31, 2003				
	<u>Total Gross Loans & BA's</u>	<u>Gross Impaired</u>	<u>Net Impaired</u>	<u>Performing Portfolio "Investment Grade"</u>	<u>"Non-Investment Grade"</u>
Airlines & Aerospace					
Aircraft Manufacturing*	143	1	-	132	10
Air Transportation	<u>132</u>	<u>19</u>	<u>4</u>	<u>50</u>	<u>63</u>
Total	<u>275</u>	<u>20</u>	<u>4</u>	<u>182</u>	<u>73</u>

* Includes exposure to aircraft manufacturing divisions of integrated transportation manufacturers

(Airlines and Aerospace data is included as part of the Transportation and Manufacturing categories in the Supplementary Financial Package. Refer to pages 31, 34 and 35.)

Auto Manufacturing and Supply

C\$ Million as at January 31, 2003

	<u>Total Gross Loans & BA's</u>	<u>Gross Impaired</u>	<u>Net Impaired</u>	<u>Performing Portfolio</u>	
				<u>"Investment Grade"</u>	<u>"Non-Investment Grade"</u>
Automotive Manufacturing & Supply					
Motor Vehicle	87	2	-	43	42
Suppliers	<u>553</u>	<u>87</u>	<u>67</u>	<u>196</u>	<u>270</u>
Total	<u><u>640</u></u>	<u><u>89</u></u>	<u><u>67</u></u>	<u><u>239</u></u>	<u><u>312</u></u>

(Automotive Manufacturing and Supply data is included as part of the Manufacturing category in the Supplementary Financial Package. Refer to pages 31, 34 and 35.)

Power and Power Generation

C\$ Million as at January 31, 2003

	<u>Total Gross Loans & BA's</u>	<u>Gross Impaired</u>	<u>Net Impaired</u>	<u>Performing Portfolio</u>	
				<u>"Investment Grade"</u>	<u>"Non-Investment Grade"</u>
Regulated Utilities	180	25	25	96	59
Diversified Generation	409	-	-	83	326
Generation Projects with PPA's*	330	53	31	89	188
Merchant Generation Projects	<u>239</u>	<u>153</u>	<u>61</u>	<u>-</u>	<u>86</u>
Total Power & Power Generation	<u>1,158^{**}</u>	<u>231^{**}</u>	<u>117</u>	<u>268</u>	<u>659</u>

* Power purchase agreement

** Geographic Distribution

US	57%	41%
Canada	29%	-
Europe (predominantly UK)	<u>14%</u>	<u>59%</u>
	<u>100%</u>	<u>100%</u>

(Power and Power Generation data is reported as Electric Power Generation in the Supplementary Financial Package. Refer to pages 31, 34 and 35.)

Communications

C\$ Million as at January 31, 2003

	<u>Total Gross Loans & BA's</u>	<u>Gross Impaired</u>	<u>Net Impaired</u>	<u>Performing Portfolio</u>	
				<u>"Investment Grade"</u>	<u>"Non-Investment Grade"</u>
Long Haul Fibre	91	91	43	-	-
Wireless	300	20	10	76	204
Towers	132	20	20	-	112
CLECs	50	3	1	2	45
Other	288	11	1	69	208
Telecom	861	145	75	147	569
Cable	1,112	296	275	38	778
Telecom and Cable	1,973	441	350	185	1,347
Broadcasting	575	29	23	177	369
Total Communications	2,548	470	373	362	1,716

(Refer to Supplementary Financial Package, pages 31, 34 and 35.)

Energy Traders

C\$ Million as at January 31, 2003

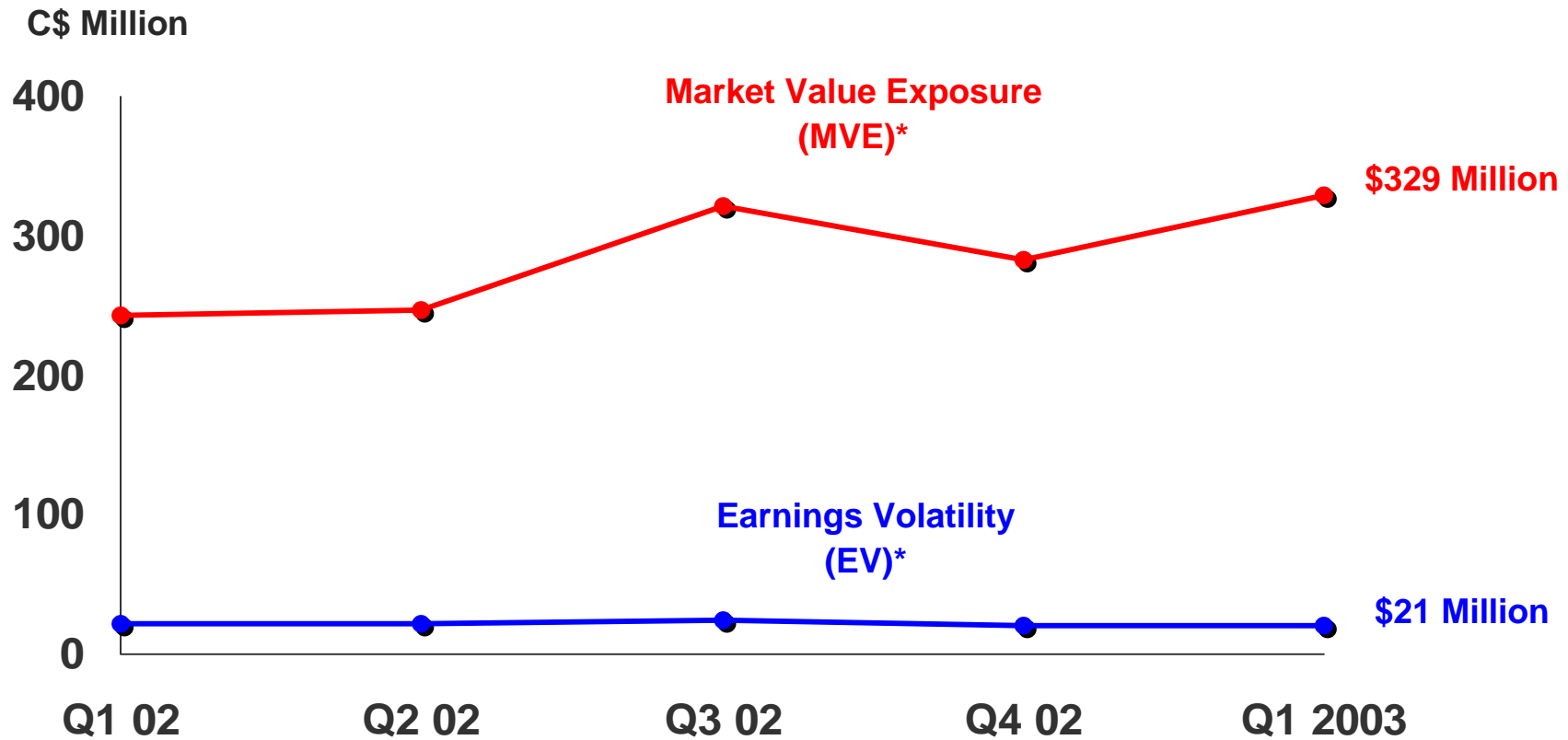
	Total Gross Loans & BA's	Off Balance Sheet Derivatives			Gross Impaired	Performing Portfolio	
		Gross MTM*	Collateral	Net MTM*		"Investment Grade"	"Non-Investment Grade"
Energy Traders	36	19	5	14	-	6	30

* MTM: Mark-to-market

Gross MTM less collateral = Net MTM

(Energy Traders data is included as part of the Utilities and Oil and Gas categories in the Supplementary Financial Package. Refer to pages 31, 34, and 35.)

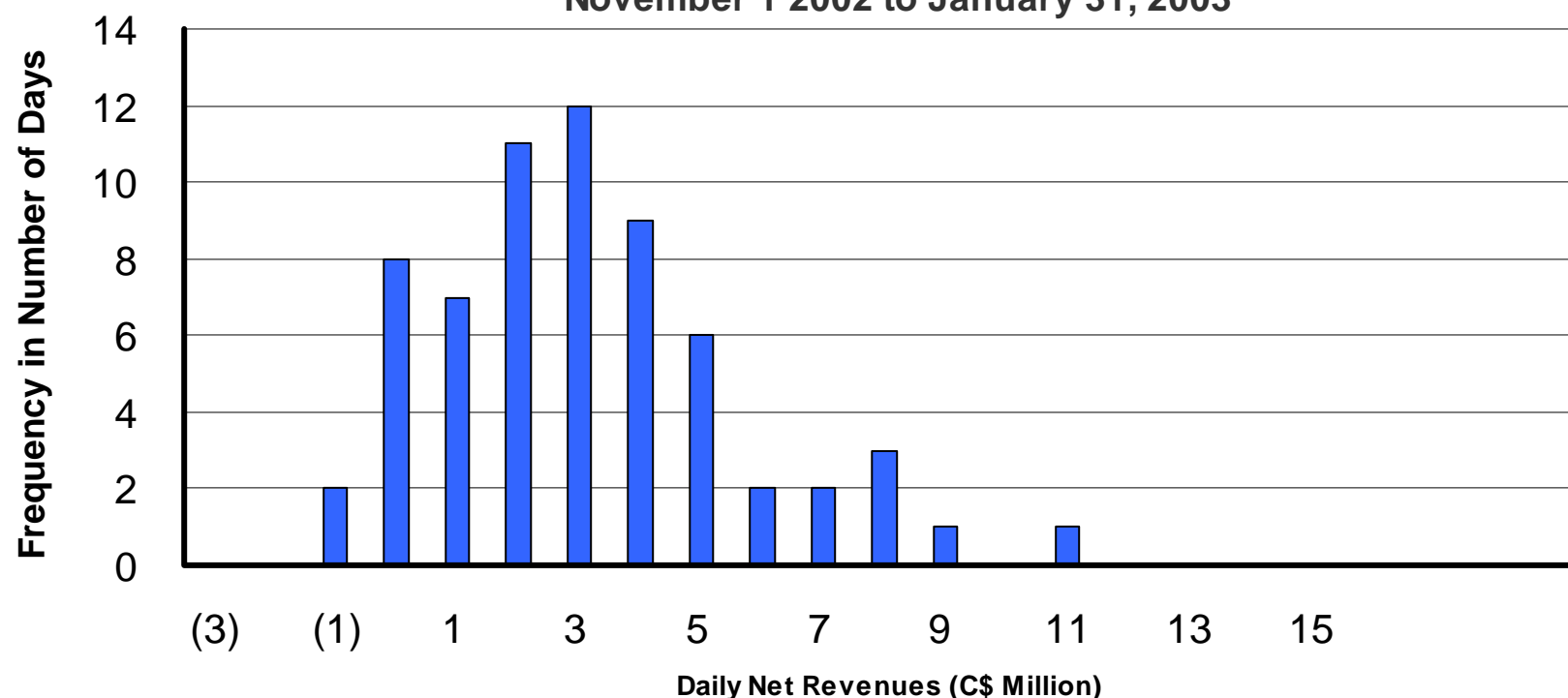
Structural earnings volatility remains low. Structural Market Value Exposure remains within the expected range.



* Refer to definitions on page 38 of the Supplementary Financial Information package

Frequency Distribution of Trading and Underwriting Revenue

Frequency Distribution of Daily revenue for Trading and Underwriting,
Money Market and Accrual Portfolios
November 1 2002 to January 31, 2003



See Supplementary Financial Information package page 38 for risk data (presented on an after tax basis)

Forward-looking Statements

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