



# Q2

**SUPPLEMENTARY FINANCIAL INFORMATION**  
*For the Quarter Ended April 30, 2003*

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<sup>(1)</sup> Summary Income Statement and Highlights as reported and excluding non-recurring items.

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

**Presentation Changes**

Changes to this quarter's Supplementary Financial Information document have been made as follows:

- U.S. segment information has been expanded for cash net income, net interest margin, non-interest expense-to-revenue ratio and cash non-interest expense-to-revenue ratio.
- Additional disclosure on the as at and average balance sheets, to include contributed surplus in share capital.

**Use of this Document**

Information in this document is supplementary to the Bank's first quarter 2003 Report to Shareholders and the 2002 Annual Report and should be read in conjunction with those documents.

Securities regulators require that corporations caution readers that earnings adjusted for items such as non-recurring items do not have standardized meanings under Canadian generally accepted accounting principles and are unlikely to be comparable to similar measures used by other companies. Refer to the "GAAP and Non-GAAP Measures" section, which precedes the "Review of Operating Groups Performance" in the Management's Discussion and Analysis for further details on non-recurring items.

Additional financial information is also available throughout the slide presentations for the Strategic Update, Financial Review and Risk Review, as well as the Press Release and Conference Call Webcast. These can be accessed at our website at [www.bmo.com/investorrelations](http://www.bmo.com/investorrelations).

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Items indicated N.A. were not available.

Items indicated n.a. were not applicable.

Taxable Equivalent Basis (teb) Adjustment - An addition to interest income to gross up the tax-exempt income earned on common and preferred shares to an amount which, had it been taxable at the statutory rate, would result in the same after-tax net income as appears in the financial statements. This results in a better reflection of the pre-tax economic yield of these assets and facilitates uniform measurement and comparison of net interest income.

**Accounting and Organizational Changes****In The First Quarter**

Taxable Equivalent Basis (teb) adjustment previously applied to certain securities (primarily loan substitutes securities), will be applied by Canadian jurisdictions of the bank to tax free income on all preferred and common share, effective for the first quarter of 2003. The impact of this change in the first quarter of 2003 is an increase in the Investment Banking Group's net interest income and income tax of \$14 million.

During the three months ended January 31, 2003, certain enhancements have been reflected in transfer pricing related to our Harris Bank businesses. Concurrently with these enhancements, certain portfolios have been transferred from the operating groups to corporate support. In addition, refinements to funding charging methods and cost allocations have also been implemented. All of these enhancements have largely been implemented retroactively and the results of prior periods for the operating groups and corporate support have been restated accordingly.

In the first quarter of 2003, new Enterprise Standards for reporting of full-time equivalent (FTE) employees have been adopted. This has resulted in the inclusion of FTE information for certain subsidiary companies and other business locations not previously reported, as well as the application of a more standardized approach to calculating FTE. Prior periods have been restated for Total Bank and Operating Group FTE information.

**In The Second Quarter**

On November 1, 2002, we changed our accounting for stock options granted on or after that date. Under the new policy, we determine the fair value of stock options on their grant date and record this amount as compensation expense over the period that the stock options vest, with a corresponding increase to contributed surplus. When these stock options are exercised, we record the amount of proceeds, together with the amount recorded in contributed surplus, in share capital. During the six months ended April 30, 2003, we recorded compensation expense of \$1 as a result of this change in accounting policy. We will not recognize any compensation expense for stock options granted in prior years. When these stock options are exercised, we include the amount of proceeds in shareholder's equity.

*Users may provide their comments and suggestions on the Supplementary Financial Information document by contacting Amanda Mason at (416) 867-3562 or [amanda.mason@bmo.com](mailto:amanda.mason@bmo.com).*

**FINANCIAL HIGHLIGHTS**

(\$ millions except as noted)

	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001

**Income Statement Information**

Total revenues (teb)	2,208	2,318	2,289	2,143	2,222	2,205	1,951	2,234	2,485	4,526	4,427	8,859	8,863
excluding non-recurring items	2,208	2,318	2,289	2,143	2,222	2,205	1,951	2,234	2,196	4,526	4,427	8,859	8,708
Provision for credit losses (PCL)	120	150	160	160	320	180	546	117	217	270	500	820	980
excluding non-recurring items	120	150	160	160	320	180	546	117	117	270	500	820	880
Non-interest expense	1,484	1,573	1,604	1,488	1,476	1,462	1,449	1,421	1,404	3,057	2,938	6,030	5,671
excluding non-recurring items	1,484	1,573	1,565	1,465	1,476	1,462	1,449	1,421	1,404	3,057	2,938	5,968	5,671
Net income	409	399	398	346	301	372	4	444	607	808	673	1,417	1,471
excluding non-recurring items	409	399	423	360	301	372	109	444	422	808	673	1,456	1,378
Net economic profit	140	122	127	84	42	115	(249)	184	352	262	157	368	433

**Total revenues per Consolidated**

Statement of Income	2,164	2,279	2,265	2,117	2,193	2,178	1,919	2,190	2,453	4,443	4,371	8,753	8,721
Total revenues (teb)	2,208	2,318	2,289	2,143	2,222	2,205	1,951	2,234	2,485	4,526	4,427	8,859	8,863
Provision for income taxes per													
Consolidated Statement of Income	135	141	86	109	81	148	(109)	183	201	276	229	424	501
Provision for income taxes (teb)	179	180	110	135	110	175	(77)	227	233	359	285	530	643
Taxable equivalent basis (teb) adjustment	44	39	24	26	29	27	32	44	32	83	56	106	142

**Profitability Measures**

Basic earnings per share	\$0.78	\$0.77	\$0.77	\$0.66	\$0.57	\$0.73	\$0.00	\$0.85	\$1.13	\$1.55	\$1.30	\$2.73	\$2.72
excluding non-recurring items	\$0.78	\$0.77	\$0.82	\$0.69	\$0.57	\$0.73	\$0.21	\$0.84	\$0.77	\$1.55	\$1.30	\$2.81	\$2.54
Diluted earnings per share	\$0.77	\$0.75	\$0.75	\$0.65	\$0.57	\$0.71	\$0.00	\$0.83	\$1.10	\$1.52	\$1.28	\$2.68	\$2.66
excluding non-recurring items	\$0.77	\$0.75	\$0.80	\$0.68	\$0.57	\$0.71	\$0.19	\$0.83	\$0.76	\$1.52	\$1.28	\$2.76	\$2.48
Return on equity	15.2 %	14.3 %	14.6 %	12.9 %	11.6 %	14.5 %	(0.4) %	16.8 %	23.7 %	14.7 %	13.1 %	13.4 %	13.8 %
excluding non-recurring items	15.2 %	14.3 %	15.5 %	13.5 %	11.6 %	14.5 %	3.8 %	16.8 %	16.2 %	14.7 %	13.1 %	13.8 %	12.9 %
Return on average assets	0.64 %	0.61 %	0.62 %	0.55 %	0.51 %	0.60 %	0.01 %	0.75 %	1.00 %	0.63 %	0.55 %	0.57 %	0.60 %
excluding non-recurring items	0.64 %	0.61 %	0.66 %	0.58 %	0.51 %	0.60 %	0.18 %	0.75 %	0.70 %	0.63 %	0.55 %	0.59 %	0.57 %
Return on average risk-weighted assets	1.29 %	1.20 %	1.20 %	1.06 %	0.94 %	1.11 %	0.01 %	1.33 %	1.93 %	1.25 %	1.03 %	1.08 %	1.11 %
excluding non-recurring items	1.29 %	1.20 %	1.28 %	1.10 %	0.94 %	1.11 %	0.32 %	1.33 %	1.34 %	1.25 %	1.03 %	1.11 %	1.04 %
Non-interest expense-to-revenue ratio	67.2 %	67.9 %	70.1 %	69.4 %	66.4 %	66.3 %	74.2 %	63.6 %	56.5 %	67.5 %	66.4 %	68.1 %	64.0 %
excluding non-recurring items	67.2 %	67.9 %	68.3 %	68.4 %	66.4 %	66.3 %	68.1 %	63.6 %	63.9 %	67.5 %	66.4 %	67.4 %	65.1 %
Net interest margin (teb)													
on average assets	1.96 %	1.94 %	1.92 %	1.95 %	2.02 %	2.07 %	1.94 %	2.09 %	1.80 %	1.95 %	2.05 %	1.99 %	1.91 %
on average earning assets	2.42 %	2.39 %	2.40 %	2.39 %	2.45 %	2.57 %	2.38 %	2.47 %	2.15 %	2.41 %	2.51 %	2.45 %	2.29 %
PCL-to-average net loans and acceptances	0.32 %	0.39 %	0.43 %	0.44 %	0.87 %	0.49 %	1.49 %	0.32 %	0.57 %	0.36 %	0.68 %	0.56 %	0.66 %
excluding non-recurring items (annualized)	0.32 %	0.39 %	0.43 %	0.44 %	0.87 %	0.49 %	1.49 %	0.32 %	0.31 %	0.36 %	0.68 %	0.56 %	0.60 %
Effective tax rate (teb)	29.60 %	30.27 %	21.11 %	27.09 %	25.91 %	31.12 %	175.00 %	32.68 %	26.97 %	29.93 %	28.87 %	26.41 %	29.09 %
excluding non-recurring items	29.60 %	30.27 %	22.16 %	27.55 %	25.91 %	31.12 %	(2.64) %	32.68 %	33.83 %	29.93 %	28.87 %	26.71 %	31.59 %

**Balance Sheet Information**

Total assets	257,928	254,606	252,864	250,113	240,008	239,440	239,409	230,203	235,154	257,928	240,008	252,864	239,409
Average assets	261,500	259,681	253,946	247,306	243,677	246,890	245,757	234,041	248,066	260,576	245,310	247,990	243,248
Average earning assets	211,765	210,608	203,346	201,968	200,595	199,208	200,664	198,057	208,225	211,177	199,890	201,285	202,951
Average common shareholders' equity	10,531	10,494	10,277	9,972	9,952	9,691	10,121	9,979	10,184	10,512	9,819	9,973	10,100
Gross impaired loans (GIL) and acceptances	2,312	2,282	2,337	2,057	2,150	2,193	2,014	1,836	1,653	2,312	2,150	2,337	2,014
Allowance for credit losses (ACL)	1,941	1,947	1,949	1,880	2,097	2,023	1,949	1,661	1,656	1,941	2,097	1,949	1,949

**FINANCIAL HIGHLIGHTS**

(\$ millions except as noted)

	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001

**Balance Sheet Measures**

Cash and securities-to-total assets ratio	26.3%	25.4%	24.9%	24.2%	26.0%	25.2%	23.1%	25.6%	26.4%	26.3%	26.0%	24.9%	23.1%
GIL-to-gross loans and acceptances	1.51%	1.51%	1.54%	1.39%	1.45%	1.51%	1.37%	1.26%	1.12%	1.51%	1.45%	1.54%	1.37%
GIL-to-equity and allowance for credit losses	14.88%	14.66%	15.16%	13.55%	14.19%	14.64%	14.17%	12.55%	11.52%	14.88%	14.19%	15.16%	14.17%
Tier 1 capital ratio	9.10%	9.05%	8.80%	8.72%	8.61%	8.87%	8.15%	8.84%	8.94%	9.10%	8.61%	8.80%	8.15%
Total capital ratio	12.02%	12.49%	12.23%	12.25%	12.48%	12.93%	12.12%	12.60%	12.74%	12.02%	12.48%	12.23%	12.12%

**Cash-Based Statistical Information**

Basic earnings per share	\$0.83	\$0.81	\$0.81	\$0.71	\$0.60	\$0.76	\$0.06	\$0.89	\$1.18	\$1.64	\$1.36	\$2.88	\$2.92
excluding non-recurring items	\$0.83	\$0.81	\$0.86	\$0.74	\$0.60	\$0.76	\$0.26	\$0.89	\$0.83	\$1.64	\$1.36	\$2.96	\$2.74
Diluted earnings per share	\$0.81	\$0.79	\$0.79	\$0.70	\$0.59	\$0.75	\$0.06	\$0.88	\$1.15	\$1.60	\$1.34	\$2.83	\$2.86
excluding non-recurring items	\$0.81	\$0.79	\$0.85	\$0.72	\$0.59	\$0.75	\$0.25	\$0.88	\$0.80	\$1.60	\$1.34	\$2.91	\$2.68
Return on equity	15.9%	15.1%	15.4%	13.8%	12.2%	15.2%	0.7%	17.8%	24.7%	15.5%	13.7%	14.2%	14.8%
excluding non-recurring items	15.9%	15.1%	16.4%	14.4%	12.2%	15.2%	4.8%	17.8%	17.2%	15.5%	13.7%	14.6%	13.9%
Non interest expense-to-revenue ratio	66.0%	66.6%	68.8%	68.1%	65.7%	65.6%	73.6%	63.2%	56.0%	66.3%	65.7%	67.1%	63.5%
excluding non-recurring items	66.0%	66.6%	67.1%	67.1%	65.7%	65.6%	67.5%	63.2%	63.4%	66.3%	65.7%	66.4%	64.6%
Return on average assets	0.67%	0.64%	0.70%	0.61%	0.53%	0.62%	0.22%	0.79%	0.74%	0.66%	0.58%	0.62%	0.61%
excluding non-recurring items	0.67%	0.64%	0.73%	0.64%	0.53%	0.62%	0.39%	0.79%	0.44%	0.66%	0.58%	0.63%	0.57%
Net income	429	421	420	368	316	388	31	469	632	850	704	1,492	1,572
excluding non-recurring items	429	421	445	382	316	388	136	469	447	850	704	1,531	1,479

**Dividend Information**

Dividends declared per share	\$0.33	\$0.33	\$0.30	\$0.30	\$0.30	\$0.30	\$0.28	\$0.28	\$0.28	\$0.66	\$0.60	\$1.20	\$1.12
Dividends paid per share	\$0.33	\$0.30	\$0.30	\$0.30	\$0.30	\$0.30	\$0.28	\$0.28	\$0.28	\$0.63	\$0.58	\$1.18	\$1.09
Common dividends	164	163	147	148	147	147	137	142	142	327	294	589	568
Preferred dividends	20	21	21	21	20	17	14	20	20	41	37	79	80
Dividend yield	3.29%	3.20%	3.15%	3.40%	3.18%	3.33%	3.31%	2.74%	3.18%	3.29%	3.18%	3.15%	3.31%
Dividend payout ratio	42.0%	43.2%	39.2%	45.4%	52.4%	41.4%	(100)%+	33.5%	24.2%	42.6%	46.3%	44.0%	40.8%
excluding non-recurring items	42.0%	43.2%	36.7%	43.5%	52.4%	41.4%	100%+	33.5%	35.2%	42.6%	46.3%	42.8%	43.8%

**Share Information**

Share price													
high	\$43.39	\$43.40	\$40.65	\$38.13	\$39.60	\$37.70	\$44.10	\$43.25	\$44.40	\$43.40	\$39.60	\$40.65	\$44.40
low	\$39.30	\$37.79	\$34.15	\$31.00	\$34.05	\$34.39	\$32.75	\$34.20	\$35.00	\$37.79	\$34.05	\$31.00	\$32.75
close	\$40.10	\$41.30	\$38.10	\$35.26	\$37.68	\$36.00	\$33.86	\$40.85	\$35.20	\$40.10	\$37.68	\$38.10	\$33.86
Book value per share	\$21.34	\$21.32	\$21.07	\$20.74	\$20.29	\$20.11	\$19.69	\$20.44	\$19.93	\$21.34	\$20.29	\$21.07	\$19.69
Number of common shares outstanding (000's)													
end of period	495,681	494,782	492,505	491,679	490,716	489,909	489,085	507,614	506,764	495,681	490,716	492,505	489,085
average basic	495,336	493,702	492,097	491,283	490,369	489,499	499,013	502,373	519,403	494,506	489,927	490,816	511,286
average diluted	505,412	504,309	500,625	499,398	499,546	498,210	510,084	514,322	532,263	504,851	498,867	499,464	523,561
Total market value of common shares	19,877	20,435	18,764	17,337	18,490	17,637	16,560	20,736	17,838	19,877	18,490	18,764	16,560
Market-to-book value ratio	1.88	1.94	1.81	1.70	1.86	1.79	1.72	2.00	1.77	1.88	1.86	1.81	1.72
Price-to-earnings multiple	13.5	14.9	14.0	18.0	17.5	13.3	12.4	11.4	10.2	13.5	17.5	14.0	12.4
Total shareholder return													
twelve month	9.8 %	18.4 %	16.2 %	(11.0)%	10.4 %	(9.3)%	(1.2)%	32.0 %	35.0 %	9.8 %	10.4 %	16.2 %	(1.2)%
five-year average	3.8 %	7.5 %	7.9 %	7.4 %	11.6 %	12.5 %	14.3 %	23.9 %	20.4 %	3.8 %	11.6 %	7.9 %	14.3 %

**FINANCIAL HIGHLIGHTS**

(\$ millions except as noted)

	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001
<b>Growth-Based Statistical Information</b>													
Diluted earnings per share growth	35.1 %	5.6 %	100%+	(21.7)%	(48.2)%	(2.7)%	(99.0)%	20.3 %	26.4 %	18.8 %	(30.1)%	0.8 %	(18.2)%
excluding non-recurring items	35.1 %	5.6 %	100%+	(18.1)%	(25.0)%	1.4 %	(75.0)%	23.9 %	(2.6)%	18.8 %	(12.3)%	11.3 %	(14.8)%
Diluted cash earnings per share growth	37.3 %	5.3 %	100%+	(20.5)%	(48.7)%	(2.6)%	(93.3)%	20.5 %	27.8 %	19.4 %	(30.2)%	(1.0)%	(15.6)%
excluding non-recurring items	37.3 %	5.3 %	100%+	(18.2)%	(26.3)%	0.0 %	(68.8)%	23.9 %	0.0 %	19.4 %	(13.5)%	8.6 %	(12.1)%
Net economic profit growth	100%+	6.7 %	100%+	(54.6)%	(88.2)%	(21.4)%	(100)%+	48.9 %	55.6 %	67.8 %	(68.6)%	(15.2)%	(43.3)%
Revenue growth	(0.6)%	5.1 %	17.3 %	(4.1)%	(10.5)%	0.6 %	(9.7)%	6.6 %	8.8 %	2.2 %	(5.3)%	(0.0)%	2.3 %
excluding non-recurring items	(0.6)%	5.1 %	7.5 %	(4.1)%	1.2 %	2.6 %	(1.2)%	7.5 %	0.0 %	2.2 %	1.9 %	1.7 %	3.2 %
Non-interest expense growth	0.5 %	7.5 %	10.7 %	4.7 %	5.2 %	4.6 %	8.9 %	7.2 %	4.0 %	4.0 %	4.9 %	6.3 %	7.8 %
excluding non-recurring items	0.5 %	7.5 %	7.9 %	3.1 %	5.2 %	4.6 %	5.5 %	7.2 %	4.0 %	4.0 %	4.9 %	5.2 %	7.0 %
Net income growth	36.1 %	7.1 %	100%+	(22.0)%	(50.4)%	(10.5)%	(99.1)%	10.5 %	22.3 %	20.1 %	(34.2)%	(3.7)%	(20.8)%
excluding non-recurring items	36.1 %	7.1 %	100%+	(18.8)%	(28.8)%	(7.5)%	(74.6)%	13.5 %	(4.9)%	20.1 %	(18.4)%	5.7 %	(17.6)%

**Other Statistical Information**

Cost of equity	10.5 %	10.5 %	10.5 %	10.5 %	10.5 %	10.5 %	10.5 %	10.5 %	10.5 %	10.5 %	10.5 %	10.5 %	10.5 %
Prime rate													
average Canadian	4.70 %	4.50 %	4.50 %	4.20 %	3.79 %	4.11 %	5.52 %	6.29 %	6.91 %	4.60 %	3.95 %	4.15 %	6.55 %
average U.S.	4.25 %	4.28 %	4.75 %	4.75 %	4.75 %	4.90 %	6.16 %	6.99 %	8.21 %	4.27 %	4.82 %	4.79 %	7.68 %
Exchange rate													
as at US/Cdn dollar	1.4334	1.5215	1.5575	1.5829	1.5685	1.5873	1.5887	1.5325	1.5366	1.4334	1.5685	1.5575	1.5887
average US/Cdn dollar	1.4618	1.5546	1.5676	1.5427	1.5880	1.5844	1.5726	1.5285	1.5503	1.5090	1.5862	1.5705	1.5406

**Additional Bank Information**

<b>Number of full-time equivalent employees</b>													
Canada	27,063	27,163	27,382	27,781	27,601	27,678	27,614	27,840	27,541	27,063	27,601	27,382	27,614
United States	6,939	7,015	6,975	7,096	7,165	6,964	6,886	6,554	6,590	6,939	7,165	6,975	6,886
Other	190	208	211	206	206	206	193	212	213	190	206	211	193
Total	34,192	34,386	34,568	35,083	34,972	34,848	34,693	34,606	34,344	34,192	34,972	34,568	34,693
<b>Number of bank branches</b>													
Canada	967	967	968	965	963	963	960	953	953	967	963	968	960
United States	160	162	162	161	163	165	164	166	149	160	163	162	164
Other	4	4	4	4	5	5	5	5	5	4	5	4	5
Total	1,131	1,133	1,134	1,130	1,131	1,133	1,129	1,124	1,107	1,131	1,131	1,134	1,129
Number of automated banking machines (Canada)	2,016	2,006	2,000	1,991	2,000	1,996	1,982	1,982	1,982	2,016	2,000	2,000	1,982
Credit rating <sup>(1)</sup>	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-

(1) Composite of Standard &amp; Poor's and Moody's ratings on Senior Debt.

**TOTAL BANK CONSOLIDATED  
SUMMARY INCOME STATEMENT**

(\$ millions)

	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001
<b>As Reported</b>													
Net interest income (teb)	1,251	1,271	1,230	1,217	1,200	1,288	1,201	1,231	1,092	2,522	2,488	4,935	4,641
Non-interest revenue	957	1,047	1,059	926	1,022	917	750	1,003	1,393	2,004	1,939	3,924	4,222
Total revenues (teb)	2,208	2,318	2,289	2,143	2,222	2,205	1,951	2,234	2,485	4,526	4,427	8,859	8,863
Provision for credit losses	120	150	160	160	320	180	546	117	217	270	500	820	980
Net interest income and non-interest revenue	2,088	2,168	2,129	1,983	1,902	2,025	1,405	2,117	2,268	4,256	3,927	8,039	7,883
Non-interest expense	1,484	1,573	1,604	1,488	1,476	1,462	1,449	1,421	1,404	3,057	2,938	6,030	5,671
Income before taxes, non-controlling interest in subsidiaries and goodwill	604	595	525	495	426	563	(44)	696	864	1,199	989	2,009	2,212
Provision for income taxes (teb)	179	180	110	135	110	175	(77)	227	233	359	285	530	643
Non-controlling interest in subsidiaries	16	16	17	14	15	16	14	11	10	32	31	62	42
Net income before goodwill	409	399	398	346	301	372	19	458	621	808	673	1,417	1,527
Amortization of goodwill, net of income tax	-	-	-	-	-	-	15	14	14	-	-	-	56
Net Income	409	399	398	346	301	372	4	444	607	808	673	1,417	1,471
Amortization of goodwill and intangible assets, net of income tax	20	22	22	22	15	16	27	25	25	42	31	75	101
Cash Net Income	429	421	420	368	316	388	31	469	632	850	704	1,492	1,572

**Excluding Non-Recurring Items**

Net interest income (teb)	1,251	1,271	1,230	1,217	1,200	1,288	1,201	1,231	1,092	2,522	2,488	4,935	4,641
Non-interest revenue	957	1,047	1,059	926	1,022	917	928	1,003	1,104	2,004	1,939	3,924	4,067
Total revenues (teb)	2,208	2,318	2,289	2,143	2,222	2,205	2,129	2,234	2,196	4,526	4,427	8,859	8,708
Provision for credit losses	120	150	160	160	320	180	546	117	117	270	500	820	880
Net interest and non-interest revenue	2,088	2,168	2,129	1,983	1,902	2,025	1,583	2,117	2,079	4,256	3,927	8,039	7,828
Non-interest expense	1,484	1,573	1,565	1,465	1,476	1,462	1,449	1,421	1,404	3,057	2,938	5,968	5,671
Income before taxes, non-controlling interest in subsidiaries and goodwill	604	595	564	518	426	563	134	696	675	1,199	989	2,071	2,157
Provision for income taxes (teb)	179	180	124	144	110	175	(4)	227	229	359	285	553	681
Non-controlling interest in subsidiaries	16	16	17	14	15	16	14	11	10	32	31	62	42
Net Income before goodwill	409	399	423	360	301	372	124	458	436	808	673	1,456	1,434
Amortization of goodwill, net of income tax	-	-	-	-	-	-	15	14	14	-	-	-	56
Net Income	409	399	423	360	301	372	109	444	422	808	673	1,456	1,378
Amortization of goodwill and intangible assets, net of income tax	20	22	22	22	15	16	27	25	25	42	31	75	101
Cash Net Income	429	421	445	382	316	388	136	469	447	850	704	1,531	1,479

**NET INCOME BY OPERATING GROUP  
AND GEOGRAPHIC AREA**

	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
(\$ millions except as noted)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001
<b>Personal &amp; Commercial Client Group</b>													
Canada	180	188	173	179	157	162	150	169	149	368	319	671	636
United States	22	21	28	25	26	13	17	14	10	43	39	92	53
Other	17	16	15	12	13	15	13	21	13	33	28	55	59
<b>Total</b>	<b>219</b>	<b>225</b>	<b>216</b>	<b>216</b>	<b>196</b>	<b>190</b>	<b>180</b>	<b>204</b>	<b>172</b>	<b>444</b>	<b>386</b>	<b>818</b>	<b>748</b>
<b>Private Client Group</b>													
Canada	38	45	34	30	37	32	12	25	43	83	69	133	109
United States	(15)	(13)	(29)	(25)	(9)	3	(4)	(4)	2	(28)	(6)	(60)	(7)
Other	2	1	1	(1)	(1)	(1)	-	-	3	3	(2)	(2)	5
<b>Total</b>	<b>25</b>	<b>33</b>	<b>6</b>	<b>4</b>	<b>27</b>	<b>34</b>	<b>8</b>	<b>21</b>	<b>48</b>	<b>58</b>	<b>61</b>	<b>71</b>	<b>107</b>
<b>Investment Banking Group</b>													
Canada	62	98	48	(5)	29	61	(64)	83	44	160	90	133	158
United States	91	58	85	82	102	98	(65)	95	137	149	200	367	239
Other	15	25	16	33	26	27	25	8	16	40	53	102	63
<b>Total</b>	<b>168</b>	<b>181</b>	<b>149</b>	<b>110</b>	<b>157</b>	<b>186</b>	<b>(104)</b>	<b>186</b>	<b>197</b>	<b>349</b>	<b>343</b>	<b>602</b>	<b>460</b>
<b>Corporate Support, including Technology and Solutions</b>													
Canada	(3)	(23)	32	(18)	(110)	(36)	(39)	25	(3)	(26)	(146)	(132)	(48)
United States	5	1	(4)	30	30	(3)	(41)	8	(48)	6	27	53	(70)
Other	(5)	(18)	(1)	4	1	1	-	-	241	(23)	2	5	274
<b>Total</b>	<b>(3)</b>	<b>(40)</b>	<b>27</b>	<b>16</b>	<b>(79)</b>	<b>(38)</b>	<b>(80)</b>	<b>33</b>	<b>190</b>	<b>(43)</b>	<b>(117)</b>	<b>(74)</b>	<b>156</b>
<b>Total Consolidated</b>													
Canada	277	308	287	186	113	219	59	302	233	585	332	805	855
United States	103	67	80	112	149	111	(93)	113	101	170	260	452	215
Other	29	24	31	48	39	42	38	29	273	53	81	160	401
<b>Total</b>	<b>409</b>	<b>399</b>	<b>398</b>	<b>346</b>	<b>301</b>	<b>372</b>	<b>4</b>	<b>444</b>	<b>607</b>	<b>808</b>	<b>673</b>	<b>1,417</b>	<b>1,471</b>
U.S. to North America net income	27.1 %	17.8 %	22.0 %	37.6 %	56.7 %	33.7 %	(100)%+	27.2 %	30.2 %	22.5 %	43.9 %	36.0 %	20.1 %
Outside Canada to total net income	32.4 %	22.7 %	28.3 %	46.1 %	62.3 %	41.2 %	(100)%+	32.0 %	61.5 %	27.6 %	50.6 %	43.3 %	41.9 %
U.S. to total net income	25.1 %	16.7 %	20.2 %	32.5 %	49.3 %	29.9 %	(100)%+	25.4 %	16.7 %	21.0 %	38.6 %	31.9 %	14.6 %

**Net Income by Operating Group**

Expenses by group are matched against the revenues to which they relate. Indirect expenses, such as overhead expenses and any related revenues, are allocated to the operating groups using appropriate formulas applied on a consistent basis. For each currency, the net income effect of funds transferred from any group with a surplus, to any group with a shortfall, is at market rates for the currency and term.

Provisions for credit losses (PCL) allocated to the banking groups are based on expected losses over an economic cycle. Differences between expected loss provisions and required provisions under generally accepted accounting principles (GAAP) are allocated to the Corporate Support Group.

Segmentation of net income, and of assets and full-time equivalent employees (FTE) are based upon the geographic location of the unit responsible for managing the related assets, liabilities, revenues and expenses, except consolidated PCL is based upon the country of ultimate risk effective fiscal year 2003.

Prior period results have been restated to give effect to the current year's presentation and organization structure.



**NON-RECURRING ITEMS  
BY OPERATING GROUP**

(\$ millions)	2003 Q2	2003 Q1	2002 Q4	2002 Q3	2002 Q2	2002 Q1	2001 Q4	2001 Q3	2001 Q2	YTD 2003	YTD 2002	Fiscal 2002	Fiscal 2001
Personal and Commercial Client Group <sup>(1)</sup>	-	-	-	-	-	-	-	-	5	-	-	-	12
Investment Banking Group <sup>(2)</sup>	-	-	-	-	-	-	(178)	-	-	-	-	-	(178)
Corporate Support, including Technology and Solutions <sup>(3)</sup>	-	-	-	-	-	-	-	-	284	-	-	-	321
<b>Total non-interest revenue</b>	-	-	-	-	-	-	(178)	-	289	-	-	-	155
Corporate Support, including Technology and Solutions <sup>(4)</sup>	-	-	-	-	-	-	-	-	100	-	-	-	100
<b>Total provision for credit losses</b>	-	-	-	-	-	-	-	-	100	-	-	-	100
Private Client Group <sup>(5)</sup>	-	-	39	23	-	-	-	-	-	-	-	62	-
<b>Total non-interest expense</b>	-	-	39	23	-	-	-	-	-	-	-	62	-
Personal and Commercial Client Group	-	-	-	-	-	-	-	-	1	-	-	-	3
Investment Banking Group	-	-	-	-	-	-	(73)	-	-	-	-	-	(73)
Private Client Group	-	-	(14)	(9)	-	-	-	-	-	-	-	(23)	-
Corporate Support, including Technology and Solutions <sup>(6)</sup>	-	-	-	-	-	-	-	-	3	-	-	-	32
<b>Total provision for income taxes</b>	-	-	(14)	(9)	-	-	(73)	-	4	-	-	(23)	(38)
Personal and Commercial Client Group	-	-	-	-	-	-	-	-	4	-	-	-	9
Investment Banking Group	-	-	-	-	-	-	(105)	-	-	-	-	-	(105)
Private Client Group	-	-	(25)	(14)	-	-	-	-	-	-	-	(39)	-
Corporate Support, including Technology and Solutions	-	-	-	-	-	-	-	-	181	-	-	-	189
<b>Total Net Income Impact</b>	-	-	(25)	(14)	-	-	(105)	-	185	-	-	(39)	93

(1) Consists of gains on Canadian branch sales from first and second quarter of 2001.  
(2) Consists of write-down of equity investments in Collateralized Bond Obligations (CBO) in the fourth quarter of 2001.  
(3) Consists of gains on sale of shares in Grupo Financiero Bancomer in the first and second quarter of 2001.  
(4) Consists of the increase in the general allowance in the second quarter of 2001.  
(5) Consists of acquisition-related costs associated with CSFBdirect, Inc. in the third and fourth quarter of 2002.  
(6) Consists of \$25 adjustment for future tax assets to reflect proposed reductions in federal tax rates in the first quarter of 2001.

**TOTAL PERSONAL & COMMERCIAL CLIENT GROUP**  
**SUMMARY INCOME**  
**STATEMENT AND HIGHLIGHTS**



(\$ millions except as noted)

	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001

**As Reported**

Net interest income (teb)	808	833	816	779	746	758	761	752	724	1,641	1,504	3,099	2,973
Non-interest revenue	347	354	369	371	340	348	339	362	330	701	688	1,428	1,363
Total revenues (teb)	1,155	1,187	1,185	1,150	1,086	1,106	1,100	1,114	1,054	2,342	2,192	4,527	4,336
Provision for credit losses	75	76	70	69	70	71	80	64	63	151	141	280	267
Net interest and non-interest revenue	1,080	1,111	1,115	1,081	1,016	1,035	1,020	1,050	991	2,191	2,051	4,247	4,069
Non-interest expense	742	763	767	734	701	730	713	703	697	1,505	1,431	2,932	2,795
Income before taxes, non-controlling interest in subsidiaries and goodwill	338	348	348	347	315	305	307	347	294	686	620	1,315	1,274
Provision for income taxes (teb)	118	122	130	131	119	115	120	138	116	240	234	495	503
Non-controlling interest in subsidiaries	1	1	2	-	-	-	1	(1)	-	2	-	2	-
Net income before goodwill	219	225	216	216	196	190	186	210	178	444	386	818	771
Amortization of goodwill, net of income tax	-	-	-	-	-	-	6	6	6	-	-	-	23
Net Income	219	225	216	216	196	190	180	204	172	444	386	818	748
Cash net income	227	233	224	223	204	199	193	217	184	460	403	850	796
Net economic profit	116	119	114	114	98	90	99	130	101	235	188	416	444
Cash return on equity	22.6 %	22.4 %	22.4 %	22.4 %	21.1 %	20.0 %	22.8 %	28.5 %	24.2 %	22.5 %	20.5 %	21.5 %	25.1 %
Net interest margin	3.06 %	3.07 %	3.06 %	2.98 %	3.03 %	3.07 %	3.16 %	3.22 %	3.24 %	3.07 %	3.05 %	3.04 %	3.21 %
Net interest margin on earning assets	3.20 %	3.21 %	3.20 %	3.12 %	3.18 %	3.22 %	3.31 %	3.37 %	3.38 %	3.20 %	3.20 %	3.18 %	3.35 %
Non-interest expense-to-revenue ratio	64.2 %	64.3 %	64.7 %	63.7 %	64.6 %	66.1 %	64.8 %	63.1 %	66.2 %	64.3 %	65.3 %	64.8 %	64.5 %
Cash non-interest expense-to-revenue ratio	63.6 %	63.6 %	64.1 %	63.1 %	63.8 %	65.2 %	64.1 %	62.6 %	65.6 %	63.6 %	64.5 %	64.0 %	63.9 %
Average common equity	3,944	3,946	3,796	3,795	3,794	3,754	3,189	2,872	2,889	3,945	3,774	3,785	2,971
Average assets	108,436	107,459	105,725	103,603	100,884	97,954	95,581	92,525	91,670	107,939	99,395	102,051	92,734
Average earning assets	103,700	102,790	101,210	98,992	96,210	93,311	91,405	88,607	87,773	103,237	94,736	97,441	88,794
Average current loans excl. securities purchased under resale agreements	102,737	101,829	99,716	97,464	94,619	91,773	89,931	87,273	86,390	102,276	93,172	95,903	87,405
Average loans and acceptances	104,368	103,285	101,187	99,005	96,177	93,298	91,333	88,726	87,796	103,818	94,713	97,426	88,815
Average deposits	55,783	57,209	55,919	54,691	53,597	52,452	48,941	45,298	43,999	56,508	53,015	54,170	45,521
Total as at risk-weighted assets	69,571	68,085	66,795	65,334	63,885	62,543	61,332	59,083	58,244	69,571	63,885	66,795	61,332
Assets under administration	12,722	13,662	14,452	15,498	15,402	15,510	15,504	13,896	13,171	12,722	15,402	14,452	15,504
Assets under management	278	312	371	385	427	470	486	-	-	278	427	371	486
Full-time equivalent employees	19,242	19,274	19,242	19,369	19,187	19,415	19,120	18,993	19,351	19,242	19,187	19,242	19,120

**Excluding Non-Recurring Items**

Net interest income (teb)	808	833	816	779	746	758	761	752	724	1,641	1,504	3,099	2,973
Non-interest revenue	347	354	369	371	340	348	339	362	325	701	688	1,428	1,351
Total revenues (teb)	1,155	1,187	1,185	1,150	1,086	1,106	1,100	1,114	1,049	2,342	2,192	4,527	4,324
Provision for credit losses	75	76	70	69	70	71	80	64	63	151	141	280	267
Net interest and non-interest revenue	1,080	1,111	1,115	1,081	1,016	1,035	1,020	1,050	986	2,191	2,051	4,247	4,057
Non-interest expense	742	763	767	734	701	730	713	703	697	1,505	1,431	2,932	2,795
Income before taxes, non-controlling interest in subsidiaries and goodwill	338	348	348	347	315	305	307	347	289	686	620	1,315	1,262
Provision for income taxes (teb)	118	122	130	131	119	115	120	138	115	240	234	495	500
Non-controlling interest in subsidiaries	1	1	2	-	-	-	1	(1)	-	2	-	2	-
Net income before goodwill	219	225	216	216	196	190	186	210	174	444	386	818	762
Amortization of goodwill, net of income tax	-	-	-	-	-	-	6	6	6	-	-	-	23
Net Income	219	225	216	216	196	190	180	204	168	444	386	818	739
Cash net income	227	233	224	223	204	199	193	217	180	460	403	850	787
Cash return on equity	22.6 %	22.4 %	22.4 %	22.4 %	21.1 %	20.0 %	22.8 %	28.5 %	24.2 %	22.5 %	20.5 %	21.5 %	25.1 %
Non-interest expense-to-revenue ratio	64.2 %	64.3 %	64.7 %	63.7 %	64.6 %	66.1 %	64.8 %	63.1 %	66.5 %	64.3 %	65.3 %	64.8 %	64.6 %
Cash non-interest expense-to-revenue ratio	63.6 %	63.6 %	64.1 %	63.1 %	63.8 %	65.2 %	64.1 %	62.6 %	65.9 %	63.6 %	64.5 %	64.0 %	64.1 %

**TOTAL PRIVATE CLIENT GROUP  
SUMMARY INCOME  
STATEMENT AND HIGHLIGHTS**



(\$ millions except as noted)

	2003 Q2	2003 Q1	2002 Q4	2002 Q3	2002 Q2	2002 Q1	2001 Q4	2001 Q3	2001 Q2	YTD 2003	YTD 2002	Fiscal 2002	Fiscal 2001
<b>As Reported</b>													
Net interest income (teb)	136	138	138	134	124	125	128	123	128	274	249	521	516
Non-interest revenue	275	324	282	296	307	256	232	238	262	599	563	1,141	974
Total revenues (teb)	411	462	420	430	431	381	360	361	390	873	812	1,662	1,490
Provision for credit losses	1	1	-	-	1	-	1	-	1	2	1	1	2
Net interest and non-interest revenue	410	461	420	430	430	381	359	361	389	871	811	1,661	1,488
Non-interest expense	369	414	413	415	386	329	339	311	308	783	715	1,543	1,282
Income before taxes and goodwill	41	47	7	15	44	52	20	50	81	88	96	118	206
Provision for income taxes (teb)	16	14	1	11	17	18	9	27	30	30	35	47	89
Net income before goodwill	25	33	6	4	27	34	11	23	51	58	61	71	117
Amortization of goodwill, net of income tax	-	-	-	-	-	-	3	2	3	-	-	-	10
Net Income	25	33	6	4	27	34	8	21	48	58	61	71	107
Cash net income	36	47	19	19	34	42	15	29	56	83	76	114	135
Net economic profit	(9)	-	(22)	(21)	(2)	13	(8)	6	33	(9)	11	(32)	45
Cash return on equity	8.4 %	10.5 %	4.5 %	4.6 %	9.9 %	15.6 %	6.9 %	13.4 %	26.5 %	9.4 %	12.4 %	8.0 %	16.0 %
Net interest margin	10.71 %	9.45 %	9.45 %	9.50 %	9.34 %	10.07 %	10.29 %	9.34 %	9.85 %	10.04 %	9.70 %	9.58 %	9.76 %
Net interest margin on earning assets	17.03 %	15.14 %	14.44 %	13.80 %	12.79 %	12.39 %	12.29 %	11.29 %	11.91 %	16.02 %	12.58 %	13.34 %	11.80 %
Non-interest expense-to-revenue ratio	90.1 %	89.4 %	98.1 %	96.3 %	89.6 %	86.5 %	94.4 %	85.8 %	78.9 %	89.7 %	88.1 %	92.8 %	86.0 %
Cash non-interest expense-to-revenue ratio	85.4 %	84.6 %	93.2 %	91.4 %	87.7 %	84.3 %	93.0 %	84.7 %	77.8 %	85.0 %	86.1 %	89.3 %	84.8 %
Average common equity	1,677	1,677	1,461	1,461	1,330	1,037	832	829	835	1,677	1,181	1,322	821
Average assets	5,200	5,794	5,836	5,594	5,436	4,935	4,917	5,249	5,342	5,502	5,181	5,450	5,294
Average earning assets	3,270	3,618	3,819	3,851	3,970	4,014	4,119	4,340	4,418	3,447	3,992	3,913	4,378
Average current loans excl. securities purchased under resale agreements	2,684	2,904	2,955	3,008	3,114	3,167	3,247	3,463	3,469	2,796	3,141	3,060	3,435
Average loans and acceptances	2,684	2,904	2,956	3,008	3,114	3,168	3,251	3,469	3,476	2,796	3,142	3,061	3,484
Average securities purchased under resale agreements	-	-	-	-	-	-	-	-	-	-	-	-	43
Average deposits	41,812	41,058	40,353	39,864	39,605	39,055	39,432	39,832	40,387	41,428	39,326	39,720	39,869
Total as at risk-weighted assets	4,374	4,765	5,184	5,117	4,158	4,382	4,420	4,720	4,583	4,374	4,158	5,184	4,420
Assets under administration	160,885	166,761	160,210	161,885	164,905	136,294	130,548	130,666	129,202	160,885	164,905	160,210	130,548
Assets under management	71,873	77,110	74,981	77,035	76,607	77,435	72,980	73,567	70,932	71,873	76,607	74,981	72,980
Full-time equivalent employees	5,706	5,858	5,902	6,096	6,124	5,752	5,671	5,620	5,604	5,706	6,124	5,902	5,671

**Excluding Non-Recurring Items**

Net interest income (teb)	136	138	138	134	124	125	128	123	128	274	249	521	516
Non-interest revenue	275	324	282	296	307	256	232	238	262	599	563	1,141	974
Total revenues (teb)	411	462	420	430	431	381	360	361	390	873	812	1,662	1,490
Provision for credit losses	1	1	-	-	1	-	1	-	1	2	1	1	2
Net interest and non-interest revenue	410	461	420	430	430	381	359	361	389	871	811	1,661	1,488
Non-interest expense	369	414	374	392	386	329	339	311	308	783	715	1,481	1,282
Income before taxes and goodwill	41	47	46	38	44	52	20	50	81	88	96	180	206
Provision for income taxes (teb)	16	14	15	20	17	18	9	27	30	30	35	70	89
Net income before goodwill	25	33	31	18	27	34	11	23	51	58	61	110	117
Amortization of goodwill, net of income tax	-	-	-	-	-	-	3	2	3	-	-	-	10
Net Income	25	33	31	18	27	34	8	21	48	58	61	110	107
Cash net income	36	47	44	33	34	42	15	29	56	83	76	153	135
Cash return on equity	8.4 %	10.5 %	11.4 %	8.4 %	9.9 %	15.6 %	49.7 %	56.8 %	72.0 %	9.4 %	12.4 %	11.0 %	60.1 %
Non-interest expense-to-revenue ratio	90.1 %	89.4 %	88.7 %	91.1 %	89.6 %	86.5 %	94.4 %	85.8 %	78.9 %	89.7 %	88.1 %	89.0 %	86.0 %
Cash non-interest expense-to-revenue ratio	85.4 %	84.6 %	83.8 %	86.1 %	87.7 %	84.3 %	93.0 %	84.7 %	77.8 %	85.0 %	86.1 %	85.5 %	84.8 %

**TOTAL INVESTMENT BANKING GROUP  
SUMMARY INCOME  
STATEMENT AND HIGHLIGHTS**



(\$ millions except as noted)

2003 2003 2002 2002 2002 2002 2001 2001 2001 YTD YTD Fiscal Fiscal  
Q2 Q1 Q4 Q3 Q2 Q1 Q4 Q3 Q2 2003 2002 2002 2001

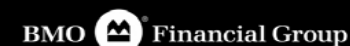
**As Reported**

Net interest income (teb)	357	368	311	338	373	458	378	405	340	725	831	1,480	1,445
Non-interest revenue	281	319	328	201	273	266	147	331	414	600	539	1,068	1,301
Total revenues (teb)	638	687	639	539	646	724	525	736	754	1,325	1,370	2,548	2,746
Provision for credit losses	57	59	57	56	57	57	377	55	57	116	114	227	528
Net interest and non-interest revenue	581	628	582	483	589	667	148	681	697	1,209	1,256	2,321	2,218
Non-interest expense	337	365	364	334	351	371	339	390	385	702	722	1,420	1,504
Income before taxes and goodwill	244	263	218	149	238	296	(191)	291	312	507	534	901	714
Provision for income taxes (teb)	76	82	69	39	81	110	(89)	103	114	158	191	299	247
Net income before goodwill	168	181	149	110	157	186	(102)	188	198	349	343	602	467
Amortization of goodwill, net of income tax	-	-	-	-	-	-	2	2	1	-	-	-	7
Net Income	168	181	149	110	157	186	(104)	186	197	349	343	602	460
Cash net income	168	181	149	110	157	186	(103)	187	199	349	343	602	466
Net economic profit	35	45	-	(41)	12	36	(240)	53	66	80	48	7	(66)
Cash return on equity	13.6 %	14.3 %	10.5 %	7.3 %	11.4 %	13.3 %	(10.2)%	15.2 %	16.4 %	14.0 %	12.4 %	10.6 %	9.1%
Net interest margin	1.02 %	1.03 %	0.89 %	0.99 %	1.15 %	1.32 %	1.09 %	1.24 %	0.96 %	1.03 %	1.23 %	1.08 %	1.04%
Net interest margin on earning assets	1.43 %	1.42 %	1.27 %	1.34 %	1.53 %	1.83 %	1.46 %	1.57 %	1.22 %	1.43 %	1.68 %	1.49 %	1.35%
Non-interest expense-to-revenue ratio	52.8 %	53.1 %	57.0 %	61.9 %	54.4 %	51.2 %	64.5 %	53.0 %	51.1 %	52.9 %	52.7 %	55.7 %	54.8%
Cash non-interest expense-to-revenue ratio	52.8 %	53.1 %	57.0 %	61.9 %	54.4 %	51.2 %	64.5 %	53.0 %	51.1 %	52.9 %	52.7 %	55.7 %	54.8%
Average common equity	4,637	4,637	5,108	5,108	5,108	5,124	4,586	4,477	4,603	4,637	5,116	5,112	4,487
Average assets	143,149	141,611	138,460	136,033	133,373	137,980	138,115	129,566	144,976	142,367	135,715	136,487	138,435
Average earning assets	102,371	102,762	97,115	100,217	99,927	99,482	102,464	102,343	114,127	102,570	99,700	99,179	107,191
Average current loans excl. securities purchased under resale agreements	26,828	29,980	29,821	30,046	32,856	33,963	35,568	35,243	38,286	28,430	33,419	31,662	36,825
Average loans and acceptances	49,667	52,680	53,217	53,669	56,277	58,498	60,669	61,392	71,399	51,198	57,407	55,409	64,448
Average securities purchased under resale agreements	17,803	17,504	17,516	17,732	17,200	17,740	18,807	19,028	25,824	17,651	17,475	17,550	20,616
Average deposits	56,336	55,402	57,347	59,566	57,181	56,763	60,746	60,277	65,524	55,861	56,969	57,719	63,823
Total as at risk-weighted assets	53,285	53,255	55,493	58,017	59,423	63,759	67,532	67,128	68,342	53,285	59,423	55,493	67,532
Assets under administration	60,754	64,490	71,833	71,629	71,316	78,914	84,317	77,920	73,178	60,754	71,316	71,833	84,317
Assets under management	20,295	21,153	20,283	19,987	19,019	18,694	16,485	14,923	13,508	20,295	19,019	20,283	16,485
Full-time equivalent employees	2,059	2,121	2,139	2,150	2,138	2,153	2,195	2,217	2,172	2,059	2,138	2,139	2,195

**Excluding Non-Recurring Items**

Net interest income (teb)	357	368	311	338	373	458	378	405	340	725	831	1,480	1,445
Non-interest revenue	281	319	328	201	273	266	325	331	414	600	539	1,068	1,479
Total revenues (teb)	638	687	639	539	646	724	703	736	754	1,325	1,370	2,548	2,924
Provision for credit losses	57	59	57	56	57	57	377	55	57	116	114	227	528
Net interest and non-interest revenue	581	628	582	483	589	667	326	681	697	1,209	1,256	2,321	2,396
Non-interest expense	337	365	364	334	351	371	339	390	385	702	722	1,420	1,504
Income before taxes and goodwill	244	263	218	149	238	296	(13)	291	312	507	534	901	892
Provision for income taxes (teb)	76	82	69	39	81	110	(16)	103	114	158	191	299	320
Net income before goodwill	168	181	149	110	157	186	3	188	198	349	343	602	572
Amortization of goodwill, net of income tax	-	-	-	-	-	-	2	2	1	-	-	-	7
Net Income	168	181	149	110	157	186	1	186	197	349	343	602	565
Cash net income	168	181	149	110	157	186	2	187	199	349	343	602	571
Cash return on equity	13.6 %	14.3 %	10.5 %	7.3 %	11.4 %	13.3 %	(1.1)%	15.2 %	16.4 %	14.0 %	12.4 %	10.6 %	11.4%
Non-interest expense-to-revenue ratio	52.8 %	53.1 %	57.0 %	61.9 %	54.4 %	51.2 %	48.2 %	53.0 %	51.1 %	52.9 %	52.7 %	55.7 %	51.4%
Cash non-interest expense-to-revenue ratio	52.8 %	53.1 %	57.0 %	61.9 %	54.4 %	51.2 %	48.2 %	53.0 %	51.1 %	52.9 %	52.7 %	55.7 %	51.4%

**TOTAL CORPORATE SUPPORT, INCLUDING TECHNOLOGY AND SOLUTIONS  
SUMMARY INCOME  
STATEMENT AND HIGHLIGHTS**



(\$ millions)

	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001

**As Reported**

Net interest income (teb)	(50)	(68)	(35)	(34)	(43)	(53)	(66)	(49)	(100)	(118)	(96)	(165)	(293)
Non-interest revenue	54	50	80	58	102	47	32	72	387	104	149	287	584
Total revenues (teb)	4	(18)	45	24	59	(6)	(34)	23	287	(14)	53	122	291
Provision for credit losses	(13)	14	33	35	192	52	88	(2)	96	1	244	312	183
Net interest and non-interest revenue	17	(32)	12	(11)	(133)	(58)	(122)	25	191	(15)	(191)	(190)	108
Non-interest expense	36	31	60	5	38	32	58	17	14	67	70	135	90
Income before taxes, non-controlling interest in subsidiaries and goodwill	(19)	(63)	(48)	(16)	(171)	(90)	(180)	8	177	(82)	(261)	(325)	18
Provision for income taxes (teb)	(31)	(38)	(90)	(46)	(107)	(68)	(117)	(41)	(27)	(69)	(175)	(311)	(196)
Non-controlling interest in subsidiaries	15	15	15	14	15	16	13	12	10	30	31	60	42
Net income before goodwill	(3)	(40)	27	16	(79)	(38)	(76)	37	194	(43)	(117)	(74)	172
Amortization of goodwill, net of income tax	-	-	-	-	-	-	4	4	4	-	-	-	16
Net Income	(3)	(40)	27	16	(79)	(38)	(80)	33	190	(43)	(117)	(74)	156
Cash net income	(2)	(40)	28	16	(79)	(39)	(74)	36	193	(42)	(118)	(74)	175
Average common equity	273	234	(88)	(392)	(280)	(224)	1,514	1,801	1,857	253	(252)	(246)	1,821
Average assets	4,715	4,817	3,925	2,076	3,984	6,021	7,144	6,701	6,078	4,768	5,019	4,002	6,785
Average earning assets	2,423	1,438	1,121	(1,167)	392	2,293	2,560	2,666	1,804	1,922	1,358	662	2,481
Average current loans excl. securities purchased under resale agreements	(6,443)	(6,722)	(7,330)	(10,259)	(9,562)	(8,675)	(8,778)	(9,001)	(10,347)	(6,585)	(9,111)	(8,660)	(9,727)
Average loans and acceptances	(6,443)	(6,723)	(7,318)	(10,241)	(9,544)	(8,661)	(8,767)	(8,987)	(10,327)	(6,586)	(9,095)	(8,644)	(9,517)
Average securities purchased under resale agreements	-	-	-	-	-	-	-	-	-	-	-	-	194
Average deposits	8,330	8,830	4,287	3,863	5,069	5,913	5,381	5,769	6,135	8,585	5,497	4,780	6,072
Total as at risk-weighted assets	3,016	3,449	3,606	2,853	2,672	1,865	2,484	2,137	1,235	3,016	2,672	3,606	2,484
Full-time equivalent employees	7,185	7,133	7,285	7,468	7,523	7,528	7,707	7,776	7,217	7,185	7,523	7,285	7,707

**Excluding Non-Recurring Items**

Net interest income (teb)	(50)	(68)	(35)	(34)	(43)	(53)	(66)	(49)	(100)	(118)	(96)	(165)	(293)
Non-interest revenue	54	50	80	58	102	47	32	72	103	104	149	287	263
Total revenues (teb)	4	(18)	45	24	59	(6)	(34)	23	3	(14)	53	122	(30)
Provision for credit losses	(13)	14	33	35	192	52	88	(2)	(4)	1	244	312	83
Net interest and non-interest revenue	17	(32)	12	(11)	(133)	(58)	(122)	25	7	(15)	(191)	(190)	(113)
Non-interest expense	36	31	60	5	38	32	58	17	14	67	70	135	90
Income before taxes, non-controlling interest in subsidiaries and goodwill	(19)	(63)	(48)	(16)	(171)	(90)	(180)	8	(7)	(82)	(261)	(325)	(203)
Provision for income taxes (teb)	(31)	(38)	(90)	(46)	(107)	(68)	(117)	(41)	(30)	(69)	(175)	(311)	(228)
Non-controlling interest in subsidiaries	15	15	15	14	15	16	13	12	10	30	31	60	42
Net income before goodwill	(3)	(40)	27	16	(79)	(38)	(76)	37	13	(43)	(117)	(74)	(17)
Amortization of goodwill, net of income tax	-	-	-	-	-	-	4	4	4	-	-	-	16
Net Income	(3)	(40)	27	16	(79)	(38)	(80)	33	9	(43)	(117)	(74)	(33)
Cash net income	(2)	(40)	28	16	(79)	(39)	(74)	36	12	(42)	(118)	(74)	(14)

**U.S. SEGMENT INFORMATION (CANADIAN GAAP /\$CDN.)**
**TOTAL BANK CONSOLIDATED <sup>(1)</sup>**
**SUMMARY INCOME STATEMENT**

(\$ millions)

**As Reported**

	2003 Q2	2003 Q1	2002 Q4	2002 Q3	2002 Q2	2002 Q1	2001 Q4	2001 Q3	2001 Q2	YTD 2003	YTD 2002	Fiscal 2002	Fiscal 2001
Net interest income (teb)	408	426	420	409	435	460	412	393	364	834	895	1,724	1,500
Other income	302	280	316	327	359	230	229	248	353	582	589	1,232	1,086
Total revenues (teb)	710	706	736	736	794	690	641	641	717	1,416	1,484	2,956	2,586
Provision for credit losses	50	52	48	66	78	65	325	53	152	102	143	257	561
Net interest and other income	660	654	688	670	716	625	316	588	565	1,314	1,341	2,699	2,025
Non-interest expense	493	533	560	505	479	449	448	396	413	1,026	928	1,993	1,656
Income before taxes, non-controlling													
interest in subsidiaries and goodwill	167	121	128	165	237	176	(132)	192	152	288	413	706	369
Provision for income taxes (teb)	60	50	44	49	83	61	(49)	70	42	110	144	237	117
Non-controlling interest in subsidiaries	4	4	4	4	5	4	4	5	4	8	9	17	17
Net income before goodwill	103	67	80	112	149	111	(87)	117	106	170	260	452	235
Amortization of goodwill, net of income tax	-	-	-	-	-	-	6	4	5	-	-	-	20
Net income	103	67	80	112	149	111	(93)	113	101	170	260	452	215
Cash net income	121	86	101	131	162	124	(78)	126	116	207	286	518	270
Average assets	76,832	82,060	79,548	76,142	79,642	81,806	81,812	79,975	92,649	79,490	80,742	79,281	85,469
Net interest margin	2.18	2.06	2.09	2.14	2.24	2.23	2.00	1.95	1.61	2.12	2.23	2.17	1.76
Non-interest expense-to-revenue ratio	69.4	75.5	75.9	68.8	60.3	65.1	69.8	61.9	57.6	72.4	62.6	67.4	64.0
Cash non-interest expense-to-revenue ratio	66.0	71.6	72.4	65.2	58.7	63.3	68.2	60.6	56.5	68.8	60.8	64.8	62.7

**Excluding Non-Recurring Items**

Net interest income (teb)	408	426	420	409	435	460	412	393	364	834	895	1,724	1,500
Other income	302	280	316	327	359	230	229	248	353	582	589	1,232	1,086
Total revenues (teb)	710	706	736	736	794	690	641	641	717	1,416	1,484	2,956	2,586
Provision for credit losses	50	52	48	66	78	65	325	53	52	102	143	257	461
Net interest and other income	660	654	688	670	716	625	316	588	665	1,314	1,341	2,699	2,125
Non-interest expense	493	533	521	482	479	449	448	396	413	1,026	928	1,931	1,656
Income before taxes, non-controlling													
interest in subsidiaries and goodwill	167	121	167	188	237	176	(132)	192	252	288	413	768	469
Provision for income taxes (teb)	60	50	58	58	83	61	(49)	70	84	110	144	260	159
Non-controlling interest in subsidiaries	4	4	4	4	5	4	4	5	4	8	9	17	17
Net income before goodwill	103	67	105	126	149	111	(87)	117	164	170	260	491	293
Amortization of goodwill, net of income tax	-	-	-	-	-	-	6	4	5	-	-	-	20
Net income	103	67	105	126	149	111	(93)	113	159	170	260	491	273
Cash net income	121	86	125	146	162	124	(78)	126	174	207	286	557	328
Net interest margin	2.18	2.06	2.09	2.14	2.24	2.23	2.00	1.95	1.61	2.12	2.23	2.17	1.76
Non-interest expense-to-revenue ratio	69.4	75.5	70.5	65.7	60.3	65.1	69.8	61.9	57.6	72.4	62.6	65.3	64.0
Cash non-interest expense-to-revenue ratio	66.0	71.6	67.0	62.1	58.7	63.3	68.2	60.6	56.5	68.8	60.8	62.7	62.7

(1) Included within Total Bank Consolidated on page 5.

**U.S. SEGMENT INFORMATION (CANADIAN GAAP / \$CDN.)  
PERSONAL & COMMERCIAL CLIENT GROUP <sup>(1)</sup>**



**SUMMARY INCOME STATEMENT**

(\$ millions)

	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001
<b>As Reported</b>													
Net interest income (teb)	151	160	163	154	158	146	159	137	131	311	304	621	549
Other income	47	51	54	51	53	52	53	43	35	98	105	210	173
Total revenues (teb)	198	211	217	205	211	198	212	180	166	409	409	831	722
Provision for credit losses	8	7	7	6	6	7	24	9	7	15	13	26	44
Net interest and other income	190	204	210	199	205	191	188	171	159	394	396	805	678
Non-interest expense	153	165	164	156	162	169	151	139	136	318	331	651	558
Income before taxes, non-controlling interest in subsidiaries and goodwill	37	39	46	43	43	22	37	32	23	76	65	154	120
Provision for income taxes (teb)	15	18	18	18	17	9	15	14	9	33	26	62	50
Non-controlling interest in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income before goodwill	22	21	28	25	26	13	22	18	14	43	39	92	70
Amortization of goodwill, net of income tax	-	-	-	-	-	-	5	4	4	-	-	-	17
Net income	22	21	28	25	26	13	17	14	10	43	39	92	53
Cash net income	28	28	35	32	32	20	28	22	18	56	52	119	88
Average assets	15,989	16,322	16,007	14,952	14,660	13,948	12,975	11,144	10,970	16,158	14,298	14,893	11,363
Net interest margin	3.87	3.89	4.06	4.08	4.42	4.15	4.86	4.90	4.88	3.88	4.28	4.17	4.83
Non-interest expense-to-revenue ratio	77.0	78.5	75.2	76.3	76.7	85.6	71.7	77.0	81.9	77.8	81.0	78.3	77.4
Cash Non-interest expense-to-revenue ratio	74.0	75.6	72.3	73.2	73.5	81.8	69.3	75.0	79.7	74.8	77.5	75.1	75.2

**Excluding Non-Recurring Items**

Net interest income (teb)	151	160	163	154	158	146	159	137	131	311	304	621	549
Other income	47	51	54	51	53	52	53	43	35	98	105	210	173
Total revenues (teb)	198	211	217	205	211	198	212	180	166	409	409	831	722
Provision for credit losses	8	7	7	6	6	7	24	9	7	15	13	26	44
Net interest and other income	190	204	210	199	205	191	188	171	159	394	396	805	678
Non-interest expense	153	165	164	156	162	169	151	139	136	318	331	651	558
Income before taxes, non-controlling interest in subsidiaries and goodwill	37	39	46	43	43	22	37	32	23	76	65	154	120
Provision for income taxes (teb)	15	18	18	18	17	9	15	14	9	33	26	62	50
Non-controlling interest in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income before goodwill	22	21	28	25	26	13	22	18	14	43	39	92	70
Amortization of goodwill, net of income tax	-	-	-	-	-	-	5	4	4	-	-	-	17
Net income	22	21	28	25	26	13	17	14	10	43	39	92	53
Cash net income	28	28	35	32	32	20	28	22	18	56	52	119	88
Net interest margin	3.87	3.89	4.06	4.08	4.42	4.15	4.86	4.90	4.88	3.88	4.28	4.17	4.83
Non-interest expense-to-revenue ratio	77.0	78.5	75.2	76.3	76.7	85.6	71.7	77.0	81.9	77.8	81.0	78.3	77.4
Cash non-interest expense-to-revenue ratio	74.0	75.6	72.3	73.2	73.5	81.8	69.3	75.0	79.7	74.8	77.5	75.1	75.2

(1) Included in Total Personal & Commercial Client Group on page 8

**U.S. SEGMENT INFORMATION (CANADIAN GAAP / \$CDN.)**
**PRIVATE CLIENT GROUP <sup>(1)</sup>**
**SUMMARY INCOME STATEMENT**

(\$ millions)

	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001
<b>As Reported</b>													
Net interest income (teb)	38	39	37	40	39	32	31	30	30	77	71	148	118
Other income	100	111	101	103	87	59	58	61	63	211	146	350	243
Total revenues (teb)	138	150	138	143	126	91	89	91	93	288	217	498	361
Provision for credit losses	-	1	-	-	1	-	1	-	1	1	1	1	2
Net interest and other income	138	149	138	143	125	91	88	91	92	287	216	497	359
Non-interest expense	159	171	187	179	139	92	92	92	87	330	231	597	358
Income before taxes, non-controlling interest in subsidiaries and goodwill	(21)	(22)	(49)	(36)	(14)	(1)	(4)	(1)	5	(43)	(15)	(100)	1
Provision for income taxes (teb)	(6)	(9)	(20)	(11)	(5)	(4)	(1)	3	2	(15)	(9)	(40)	6
Non-controlling interest in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income before goodwill	(15)	(13)	(29)	(25)	(9)	3	(3)	(4)	3	(28)	(6)	(60)	(5)
Amortization of goodwill, net of income tax	-	-	-	-	-	-	1	-	1	-	-	-	2
Net income	(15)	(13)	(29)	(25)	(9)	3	(4)	(4)	2	(28)	(6)	(60)	(7)
Cash net income	(4)	-	(16)	(12)	(2)	11	-	2	6	(4)	9	(19)	12
Average assets	3,745	4,147	4,228	3,931	3,709	3,154	3,071	3,438	3,432	3,949	3,427	3,756	3,394
Net interest margin	4.14	3.75	3.52	4.09	4.32	4.03	4.07	3.44	3.57	3.93	4.18	3.97	3.49
Non-interest expense-to-revenue ratio	115.9	113.5	135.0	124.4	111.2	100.3	102.4	101.3	94.2	114.7	106.6	119.6	99.0
Cash non-interest expense-to-revenue ratio	102.5	99.1	120.4	110.1	105.4	92.1	97.5	96.6	89.4	100.7	99.8	108.5	94.3
<b>Excluding Non-Recurring Items</b>													
Net interest income (teb)	38	39	37	40	39	32	31	30	30	77	71	148	118
Other income	100	111	101	103	87	59	58	61	63	211	146	350	243
Total revenues (teb)	138	150	138	143	126	91	89	91	93	288	217	498	361
Provision for credit losses	-	1	-	-	1	-	1	-	1	1	1	1	2
Net interest and other income	138	149	138	143	125	91	88	91	92	287	216	497	359
Non-interest expense	159	171	148	156	139	92	92	92	87	330	231	535	358
Income before taxes, non-controlling interest in subsidiaries and goodwill	(21)	(22)	(10)	(13)	(14)	(1)	(4)	(1)	5	(43)	(15)	(38)	1
Provision for income taxes (teb)	(6)	(9)	(6)	(2)	(5)	(4)	(1)	3	2	(15)	(9)	(17)	6
Non-controlling interest in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income before goodwill	(15)	(13)	(4)	(11)	(9)	3	(3)	(4)	3	(28)	(6)	(21)	(5)
Amortization of goodwill, net of income tax	-	-	-	-	-	-	1	-	1	-	-	-	2
Net income	(15)	(13)	(4)	(11)	(9)	3	(4)	(4)	2	(28)	(6)	(21)	(7)
Cash net income	(4)	-	9	2	(2)	11	-	2	6	(4)	9	20	12
Net interest margin	4.14	3.75	3.52	4.09	4.32	4.03	4.07	3.44	3.57	3.93	4.18	3.97	3.49
Non-interest expense-to-revenue ratio	115.9	113.5	106.3	108.8	111.2	100.3	102.4	101.3	94.2	114.7	106.6	107.2	99.0
Cash non-interest expense-to-revenue ratio	102.5	99.1	91.8	94.5	105.4	92.1	97.5	96.6	89.4	100.7	99.8	96.1	94.3

(1) Included in Total Private Client Group on page 9



**U.S. SEGMENT INFORMATION (CANADIAN GAAP / \$CDN.)**
**INVESTMENT BANKING GROUP <sup>(1)</sup>**
**SUMMARY INCOME STATEMENT**

(\$ millions)

	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001
<b>As Reported</b>													
Net interest income (teb)	222	232	199	201	227	269	226	237	224	454	496	896	887
Other income	129	99	154	149	145	107	135	122	214	228	252	555	606
Total revenues (teb)	351	331	353	350	372	376	361	359	438	682	748	1,451	1,493
Provision for credit losses	49	50	44	44	44	44	302	42	44	99	88	176	414
Net interest and other income	302	281	309	306	328	332	59	317	394	583	660	1,275	1,079
Non-interest expense	159	175	166	171	161	166	164	163	174	334	327	664	687
Income before taxes, non-controlling interest in subsidiaries and goodwill	143	106	143	135	167	166	(105)	154	220	249	333	611	392
Provision for income taxes (teb)	52	48	58	53	65	68	(40)	59	83	100	133	244	153
Non-controlling interest in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income before goodwill	91	58	85	82	102	98	(65)	95	137	149	200	367	239
Amortization of goodwill, net of income tax	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income	91	58	85	82	102	98	(65)	95	137	149	200	367	239
Cash net income	91	58	85	82	102	98	(65)	95	137	149	200	367	239
Average assets	47,811	53,151	50,896	49,512	51,740	53,841	53,766	53,535	67,235	50,525	52,808	51,495	59,336
Net interest margin	1.91	1.73	1.56	1.60	1.81	1.98	1.67	1.75	1.36	1.81	1.90	1.74	1.49
Non-interest expense-to-revenue ratio	45.4	52.9	47.1	48.8	43.3	44.1	45.2	45.5	39.8	49.0	43.7	45.8	46.0
Cash non-interest expense-to-revenue ratio	45.4	52.9	47.1	48.8	43.3	44.1	45.2	45.5	39.8	49.0	43.7	45.8	46.0
<b>Excluding Non-Recurring Items</b>													
Net interest income (teb)	222	232	199	201	227	269	226	237	224	454	496	896	887
Other income	129	99	154	149	145	107	135	122	214	228	252	555	606
Total revenues (teb)	351	331	353	350	372	376	361	359	438	682	748	1,451	1,493
Provision for credit losses	49	50	44	44	44	44	302	42	44	99	88	176	414
Net interest and other income	302	281	309	306	328	332	59	317	394	583	660	1,275	1,079
Non-interest expense	159	175	166	171	161	166	164	163	174	334	327	664	687
Income before taxes, non-controlling interest in subsidiaries and goodwill	143	106	143	135	167	166	(105)	154	220	249	333	611	392
Provision for income taxes (teb)	52	48	58	53	65	68	(40)	59	83	100	133	244	153
Non-controlling interest in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income before goodwill	91	58	85	82	102	98	(65)	95	137	149	200	367	239
Amortization of goodwill, net of income tax	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income	91	58	85	82	102	98	(65)	95	137	149	200	367	239
Cash net income	91	58	85	82	102	98	(65)	95	137	149	200	367	239
Net interest margin	1.91	1.73	1.56	1.60	1.81	1.98	1.67	1.75	1.36	1.81	1.90	1.74	1.49
Non-interest expense-to-revenue ratio	45.4	52.9	47.1	48.8	43.3	44.1	45.2	45.5	39.8	49.0	43.7	45.8	46.0
Cash non-interest expense-to-revenue ratio	45.4	52.9	47.1	48.8	43.3	44.1	45.2	45.5	39.8	49.0	43.7	45.8	46.0

(1) Included in Total Investment Banking Group on page 10.

**U.S. SEGMENT INFORMATION (CANADIAN GAAP / \$CDN.)**  
**CORPORATE SUPPORT, INCLUDING TECHNOLOGY AND SOLUTIONS <sup>(1)</sup>**

**SUMMARY INCOME STATEMENT**

(\$ millions)

	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001

**As Reported**

Net interest income (teb)	(3)	(5)	21	14	11	13	(4)	(11)	(21)	(8)	24	59	(54)
Other income	26	19	7	24	74	12	(17)	22	41	45	86	117	64
Total revenues (teb)	23	14	28	38	85	25	(21)	11	20	37	110	176	10
Provision for credit losses	(7)	(6)	(3)	16	27	14	(2)	2	100	(13)	41	54	101
Net interest and other income	30	20	31	22	58	11	(19)	9	(80)	50	69	122	(91)
Non-interest expense	22	22	43	(1)	17	22	41	2	16	44	39	81	53
Income before taxes, non-controlling interest in subsidiaries and goodwill	8	(2)	(12)	23	41	(11)	(60)	7	(96)	6	30	41	(144)
Provision for income taxes (teb)	(1)	(7)	(12)	(11)	6	(12)	(23)	(6)	(52)	(8)	(6)	(29)	(92)
Non-controlling interest in subsidiaries	4	4	4	4	5	4	4	5	4	8	9	17	17
Net income before goodwill	5	1	(4)	30	30	(3)	(41)	8	(48)	6	27	53	(69)
Amortization of goodwill, net of income tax	-	-	-	-	-	-	-	-	-	-	-	-	1
Net income	5	1	(4)	30	30	(3)	(41)	8	(48)	6	27	53	(70)
Cash net income	6	-	(3)	29	30	(5)	(41)	7	(45)	6	25	51	(69)
Average assets	9,287	8,440	8,417	7,747	9,533	10,863	12,000	11,858	11,012	8,858	10,209	9,137	11,376

**Excluding Non-Recurring Items**

Net interest income (teb)	(3)	(5)	21	14	11	13	(4)	(11)	(21)	(8)	24	59	(54)
Other income	26	19	7	24	74	12	(17)	22	41	45	86	117	64
Total revenues (teb)	23	14	28	38	85	25	(21)	11	20	37	110	176	10
Provision for credit losses	(7)	(6)	(3)	16	27	14	(2)	2	-	(13)	41	54	1
Net interest and other income	30	20	31	22	58	11	(19)	9	20	50	69	122	9
Non-interest expense	22	22	43	(1)	17	22	41	2	16	44	39	81	53
Income before taxes, non-controlling interest in subsidiaries and goodwill	8	(2)	(12)	23	41	(11)	(60)	7	4	6	30	41	(44)
Provision for income taxes (teb)	(1)	(7)	(12)	(11)	6	(12)	(23)	(6)	(10)	(8)	(6)	(29)	(50)
Non-controlling interest in subsidiaries	4	4	4	4	5	4	4	5	4	8	9	17	17
Net income before goodwill	5	1	(4)	30	30	(3)	(41)	8	10	6	27	53	(11)
Amortization of goodwill, net of income tax	-	-	-	-	-	-	-	-	-	-	-	-	1
Net income	5	1	(4)	30	30	(3)	(41)	8	10	6	27	53	(12)
Cash net income	6	-	(4)	30	30	(5)	(41)	7	13	6	25	51	(11)

(1) Included in Total Corporate Support, including Technology and Solutions on page 11

**NON-INTEREST REVENUE AND TRADING REVENUE**

(\$ millions except as noted)

	2003 Q2	2003 Q1	2002 Q4	2002 Q3	2002 Q2	2002 Q1	2001 Q4	2001 Q3	2001 Q2	YTD 2003	YTD 2002	Fiscal 2002	Fiscal 2001
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**Non-Interest Revenue**

Securities, commissions and fees	195	212	196	209	225	183	165	179	210	407	408	813	742
Deposit and payment service charges	183	185	191	188	178	175	175	170	164	368	353	732	670
Trading revenues	85	60	65	70	28	46	75	91	158	145	74	209	490
Lending fees	69	76	79	75	77	75	88	85	96	145	152	306	352
Card fees	64	59	61	71	64	64	50	59	44	123	128	260	204
Investment management and custodial fees	74	79	75	82	76	81	87	85	82	153	157	314	336
Mutual fund revenues	77	80	79	79	80	71	70	61	61	157	151	309	251
Securitization revenues	60	74	71	76	124	58	71	78	97	134	182	329	331
Underwriting and advisory fees	64	69	71	60	67	30	70	64	60	133	97	228	234
Investment securities gains (losses)	(45)	(16)	10	(116)	(50)	10	(223)	2	290	(61)	(40)	(146)	123
Foreign exchange, other than trading	39	33	42	40	35	34	28	32	31	72	69	151	127
Insurance income	29	33	31	24	24	26	29	45	24	62	50	105	125
Other revenues	63	103	88	68	94	64	65	52	76	166	158	314	237
<b>Total Non-Interest Revenue</b>	<b>957</b>	<b>1,047</b>	<b>1,059</b>	<b>926</b>	<b>1,022</b>	<b>917</b>	<b>750</b>	<b>1,003</b>	<b>1,393</b>	<b>2,004</b>	<b>1,939</b>	<b>3,924</b>	<b>4,222</b>
Non-interest revenue-to-total revenue	43.3 %	45.2 %	46.3 %	43.2 %	46.0 %	41.6 %	38.4 %	44.9 %	56.1 %	44.3 %	43.8 %	44.3 %	47.6 %
Non-Interest Revenue Excluding Non-Recurring Items	957	1,047	1,059	926	1,022	917	928	1,003	1,104	2,004	1,939	3,924	4,067

**Interest and Non-Interest Trading Revenue**

Interest rates	51	56	60	56	25	39	55	49	82	107	64	180	241
Foreign exchange	22	11	19	21	7	22	26	28	39	33	29	69	126
Equities	14	27	4	19	15	18	25	20	30	41	33	56	118
Other	54	19	23	16	20	27	25	27	28	73	47	86	120
<b>Total</b>	<b>141</b>	<b>113</b>	<b>106</b>	<b>112</b>	<b>67</b>	<b>106</b>	<b>131</b>	<b>124</b>	<b>179</b>	<b>254</b>	<b>173</b>	<b>391</b>	<b>605</b>
Reported as:													
Net interest income	56	53	41	42	39	60	56	33	21	109	99	182	115
Non-interest revenue - trading revenues	85	60	65	70	28	46	75	91	158	145	74	209	490
<b>Total</b>	<b>141</b>	<b>113</b>	<b>106</b>	<b>112</b>	<b>67</b>	<b>106</b>	<b>131</b>	<b>124</b>	<b>179</b>	<b>254</b>	<b>173</b>	<b>391</b>	<b>605</b>

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

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

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

Equities includes institutional equities, equity derivatives and proprietary trading.

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

**NON-INTEREST EXPENSE**

(\$ millions)

	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001

**Non-Interest Expense**

Employee compensation													
Salaries	705	782	771	716	731	744	683	735	730	1,487	1,475	2,962	2,857
Employee benefits	139	140	107	111	117	106	77	87	97	279	223	441	355
Total employee compensation	844	922	878	827	848	850	760	822	827	1,766	1,698	3,403	3,212
Premises and equipment													
Rental of real estate	44	42	51	52	41	35	35	36	32	86	76	179	134
Premises, furniture and fixtures	70	68	76	69	71	70	75	75	70	138	141	286	289
Property taxes	12	14	15	13	15	9	18	12	10	26	24	52	52
Computer and equipment	189	203	235	184	167	177	191	165	162	392	344	763	678
Total premises and equipment	315	327	377	318	294	291	319	288	274	642	585	1,280	1,153
Communications	39	43	36	41	48	48	46	46	49	82	96	173	194
Other expenses													
Business and capital taxes	23	22	14	15	24	24	28	26	24	45	48	77	103
Professional fees	68	62	81	75	75	60	90	61	64	130	135	291	288
Travel and business development	55	55	79	69	56	57	72	59	56	110	113	261	248
Other	114	112	110	115	116	117	122	108	100	226	233	458	430
Total other expenses	260	251	284	274	271	258	312	254	244	511	529	1,087	1,069
Non-interest expense before amortization of intangibles and other charges	1,458	1,543	1,575	1,460	1,461	1,447	1,437	1,410	1,394	3,001	2,908	5,943	5,628
Amortization of intangible assets	26	30	29	28	15	15	12	11	10	56	30	87	43
Total Non-Interest Expense	1,484	1,573	1,604	1,488	1,476	1,462	1,449	1,421	1,404	3,057	2,938	6,030	5,671
Total Non-Interest Expense Excluding Non-Recurring Items	1,484	1,573	1,565	1,465	1,476	1,462	1,449	1,421	1,404	3,057	2,938	5,968	5,671

**NON-INTEREST EXPENSE GROWTH ANALYSIS**  
**(excluding non-recurring items)**

(\$ millions except as noted)

	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001
<b>Year-Over-Year Non-Interest Expense Growth</b>													
Performance based compensation	(26)	(10)	54	(39)	(20)	(11)	(51)	77	149	(36)	(31)	(16)	215
Currency translation effect	(37)	(5)	(1)	6	10	19	17	9	20	(42)	30	34	58
Acquired businesses	36	84	66	88	67	29	26	4	9	120	96	250	62
New benefits accounting	-	-	-	-	-	-	18	17	17	-	-	-	69
Disposed businesses	(9)	(4)	(1)	(1)	-	(2)	(3)	(8)	(15)	(13)	(2)	(4)	(45)
BMO Nesbitt Burns additional month	-	-	-	-	-	-	(72)	-	-	-	-	-	(72)
Other changes	44	46	(2)	(10)	15	30	141	(145)	17	90	44	33	83
<b>Total Non-interest Expenses Excluding Non-recurring Items</b>	<b>8</b>	<b>111</b>	<b>116</b>	<b>44</b>	<b>72</b>	<b>65</b>	<b>76</b>	<b>(46)</b>	<b>197</b>	<b>119</b>	<b>137</b>	<b>297</b>	<b>370</b>

**Contribution to Year-Over-Year Non-Interest Expense Growth**

Performance based compensation	(1.8)%	(0.7)%	3.7 %	(2.7)%	(1.5)%	(0.8)%	(3.5)%	1.3 %	(1.5)%	(1.2)%	(1.1)%	(0.3)%	4.1 %
Currency translation effect	(2.4)%	(0.4)%	0.0 %	0.4 %	0.7 %	1.4 %	1.2 %	0.6 %	1.5 %	(1.4)%	1.1 %	0.6 %	1.1 %
Acquired businesses	2.5 %	5.7 %	4.6 %	6.2 %	4.7 %	2.1 %	1.9 %	0.3 %	0.7 %	4.1 %	1.9 %	2.7 %	1.8 %
New benefits accounting	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	1.4 %	1.3 %	1.3 %	0.0 %	(1.2)%	(1.2)%	1.3 %
Disposed businesses	(0.6)%	(0.3)%	0.0 %	(0.1)%	0.0 %	(0.1)%	(0.2)%	(0.6)%	(1.1)%	(0.4)%	(0.6)%	(0.4)%	(0.8)%
BMO Nesbitt Burns additional month	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	(1.3)%
Other changes	2.8 %	3.2 %	(0.4)%	(0.7)%	1.3 %	2.0 %	4.7 %	4.3 %	3.1 %	2.9 %	4.8 %	3.8 %	0.8 %
<b>Total Non-interest Expenses Excluding Non-recurring Items</b>	<b>0.5 %</b>	<b>7.5 %</b>	<b>7.9 %</b>	<b>3.1 %</b>	<b>5.2 %</b>	<b>4.6 %</b>	<b>5.5 %</b>	<b>7.2 %</b>	<b>4.0 %</b>	<b>4.0 %</b>	<b>4.9 %</b>	<b>5.2 %</b>	<b>7.0 %</b>

**Quarter-Over-Quarter Non-Interest Expense Growth**

Performance based compensation	(18)	-	19	(24)	(1)	62	(74)	(9)	8
Currency translation effect	(32)	(5)	9	(13)	1	3	13	(5)	10
Acquired businesses	6	10	5	22	45	2	29	(7)	(4)
Corporate Support, including Technology and Solutions	-	-	-	-	-	-	2	-	-
Disposed businesses	-	-	-	(9)	5	3	(1)	(7)	3
BMO Nesbitt Burns additional month	-	-	-	-	-	-	-	-	-
Other changes	(45)	3	67	13	(36)	(57)	59	45	(10)
<b>Total Non-interest Expenses Excluding Non-recurring Items</b>	<b>(89)</b>	<b>8</b>	<b>100</b>	<b>(11)</b>	<b>14</b>	<b>13</b>	<b>28</b>	<b>17</b>	<b>7</b>

**Contribution to Quarter-Over-Quarter Non-Interest Expense Growth**

Performance based compensation	(1.1)%	0.0 %	1.3 %	(1.6)%	(0.1)%	4.3 %	(5.2)%	(0.6)%	0.5 %
Currency translation effect	(2.0)%	(0.3)%	0.6 %	(0.9)%	0.1 %	0.2 %	0.9 %	(0.4)%	0.7 %
Acquired businesses	0.4 %	0.6 %	0.3 %	1.5 %	3.1 %	0.1 %	2.1 %	(0.5)%	(0.3)%
New benefits accounting	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.1 %	0.0 %	0.0 %
Disposed businesses	0.0 %	0.0 %	0.0 %	(0.6)%	0.3 %	0.2 %	0.0 %	(0.5)%	0.2 %
BMO Nesbitt Burns additional month	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %
Other changes	(2.9)%	0.2 %	4.6 %	0.8 %	(2.4)%	(3.9)%	4.1 %	3.3 %	(0.7)%
<b>Total Non-interest Expenses Excluding Non-recurring Items</b>	<b>(5.6)%</b>	<b>0.5 %</b>	<b>6.8 %</b>	<b>(0.8)%</b>	<b>1.0 %</b>	<b>0.9 %</b>	<b>2.0 %</b>	<b>1.3 %</b>	<b>0.4 %</b>

**BALANCE SHEET**

(\$ millions)

	2003	2003	2002	2002	2002	2002	2001	2001	2001	MIX	INC(DEC)	
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q2	VS LAST YEAR	
<b>As At Balances</b>												
Cash resources	15,442	14,820	19,305	16,551	17,977	18,876	17,656	17,355	19,059	6.0 %	(2,535)	(14.1)%
Securities	52,381	49,775	43,715	43,933	44,472	41,503	37,676	41,634	42,918	20.3 %	7,909	17.8 %
Loans (gross)												
Residential mortgages <sup>(1)</sup>	48,661	47,957	47,569	46,638	44,795	43,500	41,941	41,106	39,350	18.9 %	3,866	8.6 %
Non-residential mortgages	4,371	4,399	4,362	4,364	4,271	4,218	4,164	3,827	3,818	1.7 %	100	2.3 %
Consumer instalment and other personal	21,498	21,287	21,168	20,698	20,197	19,463	19,107	18,777	18,255	8.3 %	1,301	6.4 %
Credit card	2,807	2,455	2,280	1,635	1,506	1,528	1,527	1,525	1,459	1.1 %	1,301	86.4 %
Businesses and governments	51,684	53,314	53,601	52,278	52,904	53,816	57,085	55,527	55,125	20.0 %	(1,220)	(2.3)%
Securities purchased under resale agreements	17,175	15,033	15,664	14,910	16,571	15,565	14,954	17,592	20,054	6.7 %	604	3.6 %
Customers' liability under acceptances	146,196	144,445	144,644	140,523	140,244	138,090	138,778	138,354	138,061	56.7 %	5,952	4.2 %
Allowance for credit losses	6,463	6,272	6,901	7,120	7,647	7,488	7,936	7,400	9,468	2.5 %	(1,184)	(15.5)%
Total net loans and acceptances	150,724	148,770	149,596	145,763	145,796	143,555	144,765	144,093	145,873	58.4 %	4,928	3.4 %
Other assets												
Derivative-related amounts	24,826	24,575	22,108	21,915	17,660	21,740	23,315	14,806	15,689	9.6 %	7,166	40.6 %
Premises and equipment	2,088	2,135	2,159	2,092	2,090	2,094	2,170	2,075	2,083	0.8 %	(2)	(0.1)%
Other	12,467	14,531	15,981	19,859	12,013	11,672	13,827	10,240	9,532	4.9 %	454	3.8 %
<b>Total Assets</b>	<b>257,928</b>	<b>254,606</b>	<b>252,864</b>	<b>250,113</b>	<b>240,008</b>	<b>239,440</b>	<b>239,409</b>	<b>230,203</b>	<b>235,154</b>	<b>100.0 %</b>	<b>17,920</b>	<b>7.5 %</b>
Deposits												
Banks	22,891	17,850	15,273	16,892	17,787	20,022	20,539	19,188	22,004	8.9 %	5,104	28.7 %
Businesses and governments	66,689	68,703	71,411	68,292	71,942	64,908	66,132	65,835	66,968	25.9 %	(5,253)	(7.3)%
Individuals	75,855	76,102	75,154	74,016	70,630	69,828	67,619	65,980	65,443	29.3 %	5,225	7.4 %
<b>Total deposits</b>	<b>165,435</b>	<b>162,655</b>	<b>161,838</b>	<b>159,200</b>	<b>160,359</b>	<b>154,758</b>	<b>154,290</b>	<b>151,003</b>	<b>154,415</b>	<b>64.1 %</b>	<b>5,076</b>	<b>3.2 %</b>
Other liabilities												
Derivative-related amounts	24,728	24,426	22,095	22,158	17,989	21,869	23,646	15,021	15,811	9.6 %	6,739	37.5 %
Acceptances	6,463	6,272	6,901	7,120	7,647	7,488	7,936	7,400	9,468	2.5 %	(1,184)	(15.5)%
Securities sold but not yet purchased	8,635	8,393	7,654	7,720	7,837	7,775	6,609	6,437	6,562	3.3 %	798	10.2 %
Securities sold under repurchase agreements	25,793	25,769	24,796	20,521	20,281	20,121	17,480	22,867	24,127	10.0 %	5,512	27.2 %
Other	11,639	11,273	13,892	17,402	10,013	11,380	14,092	10,748	8,311	4.5 %	1,626	16.2 %
Subordinated debt	3,175	3,760	3,794	4,268	4,405	4,672	4,674	4,920	4,924	1.2 %	(1,230)	(27.9)%
Share capital												
Preferred shares	1,480	1,506	1,517	1,525	1,520	1,526	1,050	1,433	1,434	0.6 %	(40)	(2.7)%
Common shares	3,543	3,515	3,459	3,437	3,417	3,396	3,375	3,486	3,073	1.4 %	126	3.7 %
Contributed surplus	1	-	-	-	-	-	-	-	-	0.0 %	1	0.0 %
Retained earnings	7,036	7,037	6,918	6,762	6,540	6,455	6,257	6,888	7,029	2.8 %	496	7.6 %
<b>Total Liabilities and Shareholders' Equity</b>	<b>257,928</b>	<b>254,606</b>	<b>252,864</b>	<b>250,113</b>	<b>240,008</b>	<b>239,440</b>	<b>239,409</b>	<b>230,203</b>	<b>235,154</b>	<b>100.0 %</b>	<b>17,920</b>	<b>7.5 %</b>

(1) Residential mortgages include both consumer and commercial residential mortgages. The latter is included in the commercial mortgages category in the loan schedules by product and industry.

**BALANCE SHEET**

(\$ millions)

	2003 Q2	2003 Q1	2002 Q4	2002 Q3	2002 Q2	2002 Q1	2001 Q4	2001 Q3	2001 Q2	YTD 2003	YTD 2002	INC/ (DEC)
<b>Average Daily Balances</b>												
Cash resources	14,292	17,209	16,338	17,273	17,628	18,352	20,645	19,194	19,500	15,775	17,996	(12.3)%
Securities	52,072	47,402	43,396	44,303	43,593	42,087	41,300	42,716	44,875	49,699	42,828	16.0 %
Loans (gross)												
Residential mortgages <sup>(1)</sup>	48,418	48,012	47,071	45,691	44,381	42,907	41,670	40,220	39,513	48,212	43,632	10.5 %
Non-residential mortgages	4,327	4,388	4,345	4,248	4,234	4,170	4,068	3,789	3,797	4,358	4,201	3.7 %
Consumer instalment and other personal	21,333	21,297	20,897	20,296	19,920	19,235	18,941	18,467	18,221	21,315	19,572	8.9 %
Credit card	2,605	2,411	2,101	1,585	1,460	1,604	1,554	1,490	1,354	2,507	1,533	63.5 %
Businesses and governments	51,377	54,122	52,752	51,698	53,366	54,411	55,680	54,758	56,714	52,772	53,897	(2.1)%
Securities purchased under resale agreements	17,803	17,504	17,516	17,732	17,200	17,740	18,807	19,028	25,824	17,651	17,475	1.0 %
Customers' liability under acceptances	145,863	147,734	144,682	141,250	140,561	140,067	140,720	137,752	145,423	146,815	140,310	4.6 %
Allowance for credit losses	6,667	6,652	7,364	7,451	7,797	8,337	7,711	8,595	8,716	6,659	8,071	(17.5)%
Allowance for credit losses	(1,800)	(1,832)	(1,836)	(1,969)	(2,013)	(1,953)	(1,656)	(1,654)	(1,569)	(1,817)	(1,983)	(8.3)%
Total net loans and acceptances	150,730	152,554	150,210	146,732	146,345	146,451	146,775	144,693	152,570	151,657	146,398	3.6 %
Other assets												
Derivative-related amounts	29,815	26,275	27,208	22,854	20,826	24,137	22,871	16,387	19,744	28,016	22,509	24.5 %
Premises and equipment	2,111	2,161	2,103	2,084	2,101	2,149	2,131	2,080	2,106	2,136	2,125	0.5 %
Other	12,480	14,080	14,691	14,060	13,184	13,714	12,035	8,971	9,271	13,293	13,454	(1.2)%
Total Assets	261,500	259,681	253,946	247,306	243,677	246,890	245,757	234,041	248,066	260,576	245,310	6.2 %
Deposits												
Banks	19,890	18,179	14,884	16,735	17,476	19,071	21,392	20,959	24,350	19,020	18,286	4.0 %
Businesses and governments	67,235	69,235	69,143	70,925	68,095	66,646	66,411	65,390	67,221	68,252	67,359	1.3 %
Individuals	75,136	75,085	73,879	70,324	69,881	68,466	66,697	64,827	64,474	75,110	69,162	8.6 %
Total deposits	162,261	162,499	157,906	157,984	155,452	154,183	154,500	151,176	156,045	162,382	154,807	4.9 %
Other liabilities												
Derivative-related amounts	29,099	26,227	27,368	22,981	21,200	24,511	23,044	16,599	19,542	27,639	22,883	20.8 %
Acceptances	6,667	6,652	7,364	7,451	7,797	8,337	7,711	8,595	8,716	6,659	8,071	(17.5)%
Securities sold but not yet purchased	10,125	8,980	8,085	8,825	9,028	8,507	7,231	6,604	9,668	9,543	8,764	8.9 %
Securities sold under repurchase agreements	27,096	28,104	25,232	22,295	22,500	22,789	24,575	25,306	28,938	27,609	22,647	21.9 %
Other	10,619	11,418	12,263	12,055	11,631	12,930	12,510	9,434	8,528	11,025	12,291	(10.3)%
Subordinated debt	3,613	3,791	3,931	4,230	4,591	4,669	4,906	4,916	4,937	3,704	4,631	(20.0)%
Share capital												
Preferred shares	1,489	1,516	1,520	1,513	1,526	1,273	1,159	1,432	1,508	1,503	1,397	7.5 %
Common shares	3,531	3,487	3,448	3,428	3,409	3,386	3,334	3,121	3,096	3,508	3,397	3.3 %
Contributed surplus	1	-	-	-	-	-	-	-	-	-	-	0.0 %
Retained earnings	6,999	7,007	6,829	6,544	6,543	6,305	6,787	6,858	7,088	7,004	6,422	9.1 %
Total Liabilities and Shareholders' Equity	261,500	259,681	253,946	247,306	243,677	246,890	245,757	234,041	248,066	260,576	245,310	6.2 %

(1) Residential mortgages include both consumer and commercial residential mortgages.

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

	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
(\$ millions)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001
<b>Personal &amp; Commercial Client Group</b>													
Canada	92,171	90,866	89,456	88,416	86,000	83,787	82,400	81,196	80,434	91,508	84,876	86,923	81,135
United States	15,989	16,322	16,007	14,952	14,660	13,948	12,975	11,144	10,970	16,158	14,298	14,893	11,363
Other	276	271	262	235	224	219	206	185	266	273	221	235	236
<b>Total</b>	<b>108,436</b>	<b>107,459</b>	<b>105,725</b>	<b>103,603</b>	<b>100,884</b>	<b>97,954</b>	<b>95,581</b>	<b>92,525</b>	<b>91,670</b>	<b>107,939</b>	<b>99,395</b>	<b>102,051</b>	<b>92,734</b>
<b>Private Client Group</b>													
Canada	1,429	1,572	1,522	1,584	1,648	1,698	1,793	1,763	1,864	1,502	1,673	1,612	1,849
United States	3,745	4,147	4,228	3,931	3,709	3,154	3,071	3,438	3,432	3,949	3,427	3,756	3,394
Other	26	75	86	79	79	83	53	48	46	51	81	82	51
<b>Total</b>	<b>5,200</b>	<b>5,794</b>	<b>5,836</b>	<b>5,594</b>	<b>5,436</b>	<b>4,935</b>	<b>4,917</b>	<b>5,249</b>	<b>5,342</b>	<b>5,502</b>	<b>5,181</b>	<b>5,450</b>	<b>5,294</b>
<b>Investment Banking Group</b>													
Canada	77,706	72,634	72,063	70,623	66,294	67,858	65,652	58,401	58,997	75,128	67,089	69,234	60,242
United States	47,811	53,151	50,896	49,512	51,740	53,841	53,766	53,535	67,235	50,525	52,808	51,495	59,336
Other	17,632	15,826	15,501	15,898	15,339	16,281	18,697	17,630	18,744	16,714	15,818	15,758	18,857
<b>Total</b>	<b>143,149</b>	<b>141,611</b>	<b>138,460</b>	<b>136,033</b>	<b>133,373</b>	<b>137,980</b>	<b>138,115</b>	<b>129,566</b>	<b>144,976</b>	<b>142,367</b>	<b>135,715</b>	<b>136,487</b>	<b>138,435</b>
<b>Corporate Support, including Technology and Solutions</b>													
Canada	(4,621)	(3,676)	(4,543)	(5,878)	(5,758)	(5,052)	(5,056)	(5,361)	(5,577)	(4,141)	(5,400)	(5,304)	(5,068)
United States	9,287	8,440	8,417	7,747	9,533	10,863	12,000	11,858	11,012	8,858	10,209	9,137	11,376
Other	49	53	51	207	209	210	200	204	643	51	210	169	477
<b>Total</b>	<b>4,715</b>	<b>4,817</b>	<b>3,925</b>	<b>2,076</b>	<b>3,984</b>	<b>6,021</b>	<b>7,144</b>	<b>6,701</b>	<b>6,078</b>	<b>4,768</b>	<b>5,019</b>	<b>4,002</b>	<b>6,785</b>
<b>Total Consolidated</b>													
Canada	166,685	161,396	158,498	154,745	148,184	148,291	144,789	135,999	135,718	163,997	148,238	152,465	138,158
United States	76,832	82,060	79,548	76,142	79,642	81,806	81,812	79,975	92,649	79,490	80,742	79,281	85,469
Other	17,983	16,225	15,900	16,419	15,851	16,793	19,156	18,067	19,699	17,089	16,330	16,244	19,621
<b>Total</b>	<b>261,500</b>	<b>259,681</b>	<b>253,946</b>	<b>247,306</b>	<b>243,677</b>	<b>246,890</b>	<b>245,757</b>	<b>234,041</b>	<b>248,066</b>	<b>260,576</b>	<b>245,310</b>	<b>247,990</b>	<b>243,248</b>



ASSET SECURITIZATION (\$ millions)	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001

**Securitized Balances**

Credit card receivables	1,450	1,783	1,950	2,500	2,500	2,500	2,500	2,500	2,500	1,450	2,500	1,950	2,500
Mortgage loans	6,838	7,102	7,241	7,389	7,567	7,846	8,063	7,721	7,525	6,838	7,567	7,241	8,063
Corporate loans	-	126	402	983	1,569	1,802	2,207	2,458	3,072	-	1,569	402	2,207
Consumer Instalment and Other Personal Loans	1,159	1,185	1,271	1,358	1,157	1,107	965	367	300	1,159	1,157	1,271	965
<b>Total</b>	<b>9,447</b>	<b>10,196</b>	<b>10,864</b>	<b>12,230</b>	<b>12,793</b>	<b>13,255</b>	<b>13,735</b>	<b>13,046</b>	<b>13,397</b>	<b>9,447</b>	<b>12,793</b>	<b>10,864</b>	<b>13,735</b>

**Impact of Securitization on**
**Consolidated Statement of Income**

Credit card receivables	38	55	60	42	37	48	58	53	50	93	85	187	211
Mortgage loans	17	14	17	20	30	12	28	26	28	31	42	79	96
Corporate loans	(1)	1	(14)	-	57	(4)	(20)	(1)	19	-	53	39	19
Consumer Instalment and Other Personal Loans	6	4	8	14	-	2	5	-	-	10	2	24	5
<b>Total Securitization Revenues (1)</b>	<b>60</b>	<b>74</b>	<b>71</b>	<b>76</b>	<b>124</b>	<b>58</b>	<b>71</b>	<b>78</b>	<b>97</b>	<b>134</b>	<b>182</b>	<b>329</b>	<b>331</b>

(1) Securitization revenues for corporate loans in Q2, 2002 includes \$57 of revenue previously held by the securitization trust due to defaults on loans in the vehicle. Now that the securitization is winding down the revenue has been paid to the Bank.

Securitization revenues for corporate loans in Q4, 2002 reflect the impact of a write-down of \$14 (Q4, 2001 -\$22) related to an accounts receivable from our corporate loan securitization vehicle.

FAIR VALUE OF FINANCIAL INSTRUMENTS (\$ millions)	As at April 30, 2003				As at October 31, 2002			
	Book Value	Fair Value of Assets & Liabilities	Fair Value of ALM Hedges (3)	Fair Value over(under) Book Value	Book Value	Fair Value of Assets & Liabilities	Fair Value of ALM Hedges (3)	Fair Value over(under) Book Value
Cash resources	15,442	15,442	-	-	19,305	19,305	-	-
Investment securities	19,039	19,395	(298)	58	21,271	21,592	(344)	(23)
Trading securities	33,325	33,325	-	-	22,427	22,427	-	-
Loan substitute securities	17	17	-	-	17	17	-	-
Loans	144,261	144,900	(1)	638	142,695	142,971	48	324
Customers' liability under acceptances	6,463	6,463	-	-	6,901	6,901	-	-
Other assets (2)	37,293	37,293	-	-	38,089	38,089	-	-
<b>Total assets</b>	<b>255,840</b>	<b>256,835</b>	<b>(299)</b>	<b>696</b>	<b>250,705</b>	<b>251,302</b>	<b>(296)</b>	<b>301</b>
Deposits	165,435	166,137	(350)	352	161,838	162,628	(546)	244
Acceptances	6,463	6,463	-	-	6,901	6,901	-	-
Securities sold but not yet purchased	8,635	8,635	-	-	7,654	7,654	-	-
Securities sold under repurchase agreements	25,793	25,793	-	-	24,796	24,796	-	-
Other liabilities	36,367	36,367	-	-	35,987	35,987	-	-
Subordinated debt	3,175	3,519	(3)	341	3,794	4,145	(4)	347
<b>Total liabilities</b>	<b>245,868</b>	<b>246,914</b>	<b>(353)</b>	<b>693</b>	<b>240,970</b>	<b>242,111</b>	<b>(550)</b>	<b>591</b>
<b>Total</b>			<b>54</b>	<b>3</b>			<b>254</b>	<b>(290)</b>

(2) Premises and equipment are not financial instruments and have been excluded from our estimates of fair value. The net amounts excluded totaled \$2,088 as at April 30, 2003 and \$2,159 as at October 31, 2002.

(3) ALM - asset/liability management derivatives which we use to manage the interest rate and foreign exchange exposures arising from our on - balance sheet positions.

**CAPITAL AND  
RISK-WEIGHTED ASSETS**

(\$ millions except as noted)

	2003	2003	2002	2002	2002	2002	2001	2001	2001	MIX	INC/(DEC)
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q2	VS LAST YEAR

**Qualifying Capital**

Common shareholders' equity	10,580	10,552	10,377	10,199	9,957	9,851	9,632	10,374	10,102	67.6 %	623	6.3 %
Non-cumulative preferred shares	1,480	1,506	1,517	1,525	1,521	1,526	1,050	1,433	1,434	9.5 %	(41)	(2.7)%
Innovative Tier 1 preferred shares	1,150	1,150	1,150	1,150	1,150	1,150	1,150	750	750	7.3 %	-	0.0 %
Non-Controlling interest	35	33	32	33	32	32	32	26	27	0.2 %	3	9.4 %
Goodwill and excess intangible assets <sup>(1)</sup>	(1,397)	(1,516)	(1,547)	(1,451)	(1,461)	(796)	(798)	(823)	(477)	(8.9)%	64	4.4 %
<b>Total tier 1 capital</b>	<b>11,848</b>	<b>11,725</b>	<b>11,529</b>	<b>11,456</b>	<b>11,199</b>	<b>11,763</b>	<b>11,066</b>	<b>11,760</b>	<b>11,836</b>	<b>75.7 %</b>	<b>649</b>	<b>5.8 %</b>
Subsidiary preferred shares <sup>(2)</sup>	347	368	377	383	380	384	397	-	-	2.2 %	(33)	(8.7)%
Subordinated debt	2,495	3,145	3,171	3,283	3,772	4,132	4,133	4,478	4,562	15.9 %	(1,277)	(33.9)%
General allowance for credit losses <sup>(3)</sup>	1,140	1,133	1,147	1,149	1,138	1,160	1,180	998	993	7.3 %	2	0.2 %
<b>Total tier 2 capital</b>	<b>3,982</b>	<b>4,646</b>	<b>4,695</b>	<b>4,815</b>	<b>5,290</b>	<b>5,676</b>	<b>5,710</b>	<b>5,476</b>	<b>5,555</b>	<b>25.4 %</b>	<b>(1,308)</b>	<b>(24.7)%</b>
<b>Total tier 1 and tier 2 capital</b>	<b>15,830</b>	<b>16,371</b>	<b>16,224</b>	<b>16,271</b>	<b>16,489</b>	<b>17,439</b>	<b>16,776</b>	<b>17,236</b>	<b>17,391</b>	<b>101.1 %</b>	<b>(659)</b>	<b>(4.0)%</b>
First loss protection	(178)	(184)	(192)	(179)	(248)	(305)	(325)	(464)	(528)	(1.1)%	70	28.2 %
<b>Total Capital</b>	<b>15,652</b>	<b>16,187</b>	<b>16,032</b>	<b>16,092</b>	<b>16,241</b>	<b>17,134</b>	<b>16,451</b>	<b>16,772</b>	<b>16,863</b>	<b>100.0 %</b>	<b>(589)</b>	<b>(3.6)%</b>

**Risk-Weighted Assets**

<b>Balance Sheet Items:</b>												
Cash resources	2,844	2,752	3,689	3,068	3,257	3,465	3,184	3,257	3,596	2.2 %	(413)	(12.7)%
Securities	6,523	6,092	6,771	6,652	6,939	7,380	7,705	7,844	7,859	5.0 %	(416)	(6.0)%
Mortgages	16,000	15,675	15,300	15,031	14,082	15,460	14,838	13,993	13,175	12.3 %	1,918	13.6 %
Other loans and acceptances	70,931	70,147	71,268	71,349	72,167	70,848	72,798	70,701	71,625	54.4 %	(1,236)	(1.7)%
Other assets	7,434	7,588	7,534	8,277	7,884	7,981	8,272	7,873	8,489	5.7 %	(450)	(5.7)%
<b>Total</b>	<b>103,732</b>	<b>102,254</b>	<b>104,562</b>	<b>104,377</b>	<b>104,329</b>	<b>105,134</b>	<b>106,797</b>	<b>103,668</b>	<b>104,744</b>	<b>79.6 %</b>	<b>(597)</b>	<b>(0.6)%</b>
<b>Off-Balance Sheet:</b>												
Guarantees and standby letters of credit	8,139	8,743	8,335	8,208	7,152	6,307	6,904	7,758	7,481	6.2 %	987	13.8 %
Securities lending	21	41	38	81	82	483	319	267	174	0.0 %	(61)	(74.4)%
Commitments	9,239	9,979	9,787	10,086	10,080	9,846	10,155	10,359	10,608	7.2 %	(841)	(8.3)%
Derivative financial instruments	6,051	6,203	5,994	6,046	5,490	7,388	5,708	4,856	4,576	4.6 %	561	10.2 %
<b>Total</b>	<b>23,450</b>	<b>24,966</b>	<b>24,154</b>	<b>24,421</b>	<b>22,804</b>	<b>24,024</b>	<b>23,086</b>	<b>23,240</b>	<b>22,839</b>	<b>18.0 %</b>	<b>646</b>	<b>2.8 %</b>
<b>Total risk-weighted assets - credit risk</b>	<b>127,182</b>	<b>127,220</b>	<b>128,716</b>	<b>128,798</b>	<b>127,133</b>	<b>129,158</b>	<b>129,883</b>	<b>126,908</b>	<b>127,583</b>	<b>97.6 %</b>	<b>49</b>	<b>0.0 %</b>
<b>Total risk-weighted assets - market risk</b>	<b>3,064</b>	<b>2,334</b>	<b>2,362</b>	<b>2,523</b>	<b>3,005</b>	<b>3,391</b>	<b>5,885</b>	<b>6,160</b>	<b>4,821</b>	<b>2.4 %</b>	<b>59</b>	<b>2.0 %</b>
<b>Total</b>	<b>130,246</b>	<b>129,554</b>	<b>131,078</b>	<b>131,321</b>	<b>130,138</b>	<b>132,549</b>	<b>135,768</b>	<b>133,068</b>	<b>132,404</b>	<b>100.0 %</b>	<b>108</b>	<b>0.1 %</b>

**Risk-Weighted Capital Ratios**

Tier 1	9.10 %	9.05 %	8.80 %	8.72 %	8.61 %	8.87 %	8.15 %	8.84 %	8.94 %		49 BP
Total	12.02 %	12.49 %	12.23 %	12.25 %	12.48 %	12.93 %	12.12 %	12.60 %	12.74 %		-46 BP
U.S. basis tier 1	8.62 %	8.57 %	8.32 %	8.30 %	7.76 %	8.32 %	7.87 %	8.43 %	8.51 %		86 BP
Total U.S. basis	11.40 %	11.86 %	11.60 %	11.67 %	11.27 %	12.12 %	11.69 %	12.53 %	12.65 %		13 BP

(1) Intangible assets in excess of gross tier 1 capital are deducted from tier 1 capital as required by OSFI guidelines.

(2) Reflects the qualification of existing preferred shares of a subsidiary as tier 2 capital.

(3) OSFI permits the inclusion of the lesser of the balance of the general allowance for credit losses and 0.875% of risk-weighted assets (0.75% from Q1 1999 through Q3 2001).

**GOODWILL AND  
INTANGIBLE ASSETS**

(\$ millions)	November 1	Additions/Purchases				Amortization				Other: Includes FX				April 30
	2002	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	2003
Intangible Assets														
Customer relationships	489	32	-	-	-	(23)	(19)	-	-	(12)	(25)	-	-	442
Core deposit intangibles	126	-	-	-	-	(5)	(5)	-	-	(3)	(5)	-	-	108
Branch distribution network	134	-	-	-	-	(4)	(4)	-	-	(2)	(7)	-	-	117
Other	24	-	-	-	-	(1)	(1)	-	-	(1)	(1)	-	-	20
<b>Total intangible assets</b>	<b>773</b>	<b>32</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(33)</b>	<b>(29)</b>	<b>-</b>	<b>-</b>	<b>(18)</b>	<b>(38)</b>	<b>-</b>	<b>-</b>	<b>687</b>
Goodwill														
Harris Bankcorp, Inc. and subsidiaries	286	-	8	-	-	-	-	-	-	(6)	(19)	-	-	269
First National Bank of Joliet	158	-	-	-	-	-	-	-	-	(4)	(9)	-	-	145
Bank of Montreal Securities Canada Limited	129	-	-	-	-	-	-	-	-	-	-	-	-	129
Moneris Solutions Corporation	50	-	-	-	-	-	-	-	-	-	-	-	-	50
Guardian Group of Funds Ltd.	187	-	-	-	-	-	-	-	-	-	-	-	-	187
CSFB <i>direct</i> , Inc.	584	-	-	-	-	-	-	-	-	(14)	(33)	-	-	537
MyCFO	-	20	3	-	-	-	-	-	-	-	(1)	-	-	22
Other	34	-	-	-	-	-	-	-	-	-	-	-	-	34
<b>Total goodwill</b>	<b>1,428</b>	<b>20</b>	<b>11</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(24)</b>	<b>(62)</b>	<b>-</b>	<b>-</b>	<b>1,373</b>
<b>Total Goodwill and Intangible Assets</b>	<b>2,201</b>	<b>52</b>	<b>11</b>	<b>-</b>	<b>-</b>	<b>(33)</b>	<b>(29)</b>	<b>-</b>	<b>-</b>	<b>(42)</b>	<b>(100)</b>	<b>-</b>	<b>-</b>	<b>2,060</b>

**UNREALIZED GAINS (LOSSES)  
ON INVESTMENT SECURITIES**

(\$ millions)	Book Value	Unrealized Gains (Losses)								
	2003	2003	2003	2002	2002	2002	2002	2001	2001	2001
	Q2	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
Investment Securities										
Canadian governments	734	3	5	(2)	1	-	(7)	(13)	10	12
U.S. governments	12,084	202	240	249	110	48	128	202	75	109
Mortgage-backed securities	928	28	34	29	51	(9)	(4)	53	(45)	(29)
Corporate debt	3,327	90	81	62	46	(9)	9	11	(12)	(30)
Corporate equity	1,883	32	-	(19)	19	27	19	(12)	(17)	107
Other governments	83	1	2	2	1	1	3	3	1	1
<b>Total Investment Securities</b>	<b>19,039</b>	<b>356</b>	<b>362</b>	<b>321</b>	<b>228</b>	<b>58</b>	<b>148</b>	<b>244</b>	<b>12</b>	<b>170</b>

**DERIVATIVE  
FINANCIAL INSTRUMENTS**

As at April 30, 2003

As at October 31, 2002

(\$ millions)	Notional Amount	Replacement Cost	Credit risk Equivalent	Risk-weighted Balance	Notional Amount	Replacement Cost	Credit risk Equivalent	Risk-weighted Balance
<b>Interest Rate Contracts</b>								
Over-the-counter								
Swaps	733,749	15,082	18,663	4,537	747,999	15,195	18,768	4,675
Forward rate agreements	251,010	111	156	31	226,140	211	244	49
Purchased options	83,649	2,379	2,834	698	97,320	2,470	2,939	774
Written options	126,194	-	-	-	118,067	-	-	-
	1,194,602	17,572	21,653	5,266	1,189,526	17,876	21,951	5,498
Exchange traded								
Futures	227,221	-	-	-	158,203	-	-	-
Purchased options	100,700	-	-	-	62,329	-	-	-
Written options	46,974	-	-	-	54,552	-	-	-
	374,895	-	-	-	275,084	-	-	-
<b>Total Interest Rate Contracts</b>	<b>1,569,497</b>	<b>17,572</b>	<b>21,653</b>	<b>5,266</b>	<b>1,464,610</b>	<b>17,876</b>	<b>21,951</b>	<b>5,498</b>
<b>Foreign Exchange Contracts</b>								
Over-the-counter								
Cross-currency swaps	18,120	343	1,363	475	18,348	287	1,324	461
Cross-currency interest rate swaps	44,969	1,421	3,551	664	44,667	817	2,845	551
Forward foreign exchange contracts	133,463	2,560	3,943	1,074	151,446	1,493	3,094	868
Purchased options	66,313	489	1,183	290	87,766	775	1,694	406
Written options	69,041	-	-	-	93,413	-	-	-
	331,906	4,813	10,040	2,503	395,640	3,372	8,957	2,286
Exchange traded								
Futures	991	-	-	-	663	-	-	-
Purchased options	4,385	-	-	-	2,934	-	-	-
Written options	1,542	-	-	-	841	-	-	-
	6,918	-	-	-	4,438	-	-	-
<b>Total Foreign Exchange Contracts</b>	<b>338,824</b>	<b>4,813</b>	<b>10,040</b>	<b>2,503</b>	<b>400,078</b>	<b>3,372</b>	<b>8,957</b>	<b>2,286</b>
<b>Commodity Contracts</b>								
Over-the-counter								
Swaps	17,372	1,830	3,706	1,466	16,956	860	2,829	1,230
Purchased options	9,053	1,032	1,947	802	10,262	738	2,731	1,125
Written options	8,687	-	-	-	9,767	-	-	-
	35,112	2,862	5,653	2,268	36,985	1,598	5,560	2,355
Exchange traded								
Futures	1,540	-	-	-	891	-	-	-
Purchased options	674	-	-	-	432	-	-	-
Written options	813	-	-	-	536	-	-	-
	3,027	-	-	-	1,859	-	-	-
<b>Total Commodity Contracts</b>	<b>38,139</b>	<b>2,862</b>	<b>5,653</b>	<b>2,268</b>	<b>38,844</b>	<b>1,598</b>	<b>5,560</b>	<b>2,355</b>
<b>Equity Contracts</b>								
Over-the-counter	14,256	174	1,044	427	12,117	277	1,021	425
Exchange traded	1,509	-	-	-	1,692	-	-	-
<b>Total Equity Contracts</b>	<b>15,765</b>	<b>174</b>	<b>1,044</b>	<b>427</b>	<b>13,809</b>	<b>277</b>	<b>1,021</b>	<b>425</b>
<b>Credit Contracts</b>								
Over-the-counter	6,677	17	507	105	2,090	6	126	26
Sub-total	1,968,902	25,438	38,897	10,569	1,919,431	23,129	37,615	10,590
Impact of master netting agreements	n.a.	(14,121)	(18,321)	(4,518)	n.a.	(12,105)	(17,714)	(4,596)
<b>Total</b>	<b>1,968,902</b>	<b>11,317</b>	<b>20,576</b>	<b>6,051</b>	<b>1,919,431</b>	<b>11,024</b>	<b>19,901</b>	<b>5,994</b>

**U.S. GAAP RECONCILIATION**

	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
(\$ millions except as noted)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001
Net Income-Canadian GAAP	409	399	398	346	301	372	4	444	607	808	673	1,417	1,471
Increase (Decrease) net of tax:													
Derivative instruments and hedging activities	(23)	1	(9)	(17)	(8)	11	8	(2)	(15)	(22)	3	(23)	(11)
Securitization revenue	(8)	(8)	(7)	(6)	(4)	(4)	(13)	2	4	(16)	(8)	(21)	(10)
Pension and related benefits expense	(2)	-	(1)	(1)	(1)	-	(1)	(1)	(1)	(2)	(1)	(3)	(4)
Stock options expense	(11)	(11)	(12)	(12)	(12)	(11)	(10)	(10)	(9)	(22)	(23)	(47)	(40)
Foreign currency translation	-	-	-	-	-	-	-	-	65	-	-	-	81
Software development expense	7	5	7	7	6	7	8	9	4	12	13	27	26
Other <sup>(1)</sup>	1	2	2	3	3	2	(1)	(44)	20	3	5	10	2
Net Income-U.S. GAAP <sup>(1)</sup>	373	388	378	320	285	377	(5)	398	675	761	662	1,360	1,515
U.S. GAAP:													
Basic Earnings Per Share <sup>(1)</sup>	\$0.72	\$0.74	\$0.73	\$0.60	\$0.54	\$0.74	\$0.00	\$0.75	\$1.26	\$1.46	\$1.28	\$2.61	\$2.81
Diluted Earnings Per Share <sup>(1)</sup>	\$0.70	\$0.73	\$0.72	\$0.60	\$0.53	\$0.72	\$0.00	\$0.74	\$1.23	\$1.43	\$1.25	\$2.57	\$2.75

<sup>(1)</sup> Amounts for Q1, Q2 and Q3 2002 have been restated to reverse amortization expense previously recorded in regard to an unidentifiable intangible asset acquired with a bank, due to a change in U.S. GAAP requiring this intangible asset to be accounted for as goodwill effective November 1, 2001.

**ASSETS UNDER ADMINISTRATION AND MANAGEMENT**

(\$ millions)	2003	2003	2002	2002	2002	2002	2001	2001	2001
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
<b>Assets under administration</b>									
Institutional	71,010	75,735	82,687	85,885	82,286	112,608	119,652	110,497	103,278
Personal	163,332	169,156	163,783	163,097	169,301	118,060	110,665	111,933	112,219
Mortgage backed securities	19	22	25	30	36	50	52	52	54
Total	234,361	244,913	246,495	249,012	251,623	230,718	230,369	222,482	215,551
<b>Assets under management</b>									
Institutional	33,202	34,286	33,576	34,066	33,659	39,323	36,753	35,157	34,066
Personal	28,011	29,818	30,155	32,367	33,541	29,093	25,026	26,108	26,079
Mutual Funds	31,233	34,471	31,904	30,974	28,853	28,183	28,172	27,225	24,295
Total	92,446	98,575	95,635	97,407	96,053	96,599	89,951	88,490	84,440
<b>Total Assets under Administration and Management</b>	<b>326,807</b>	<b>343,488</b>	<b>342,130</b>	<b>346,419</b>	<b>347,676</b>	<b>327,317</b>	<b>320,320</b>	<b>310,972</b>	<b>299,991</b>

**COMMITMENTS AND  
CONTINGENT LIABILITIES**

(\$ millions)

	As at April 30, 2003		As at October 31, 2002	
	Contract Amount	Risk- Weighted Equivalent	Contract Amount	Risk- Weighted Equivalent
<b>Total Bank Consolidated</b>				
Credit Instruments				
Guarantees and standby letters of credit	11,752	8,022	11,902	8,251
Securities lending	99	21	580	38
Documentary and commercial letters of credit	678	117	642	84
Commitments to extend credit :				
Original maturity of 1 year and under	72,949	-	72,723	-
Original maturity of more than 1 year	20,039	9,239	21,765	9,787
Note issuance and revolving underwriting facilities	-	-	-	-
<b>Total</b>	<b>105,517</b>	<b>17,399</b>	<b>107,612</b>	<b>18,160</b>
<b>Personal &amp; Commercial Client Group</b>				
Credit Instruments				
Guarantees and standby letters of credit	1,689	1,176	1,369	1,044
Securities lending	-	-	-	-
Documentary and commercial letters of credit	224	44	208	41
Commitments to extend credit :				
Original maturity of 1 year and under	17,656	-	16,607	-
Original maturity of more than 1 year	2,375	1,183	1,989	991
Note issuance and revolving underwriting facilities	-	-	-	-
<b>Total</b>	<b>21,944</b>	<b>2,403</b>	<b>20,173</b>	<b>2,076</b>
<b>Private Client Group</b>				
Credit Instruments				
Guarantees and standby letters of credit	1,099	1,001	1,353	1,225
Securities lending	-	-	-	-
Documentary and commercial letters of credit	5	1	6	1
Commitments to extend credit :				
Original maturity of 1 year and under	635	-	681	-
Original maturity of more than 1 year	714	352	875	434
Note issuance and revolving underwriting facilities	-	-	-	-
<b>Total</b>	<b>2,453</b>	<b>1,354</b>	<b>2,915</b>	<b>1,660</b>
<b>Investment Banking Group</b>				
Credit Instruments				
Guarantees and standby letters of credit	7,425	4,682	7,619	4,570
Securities lending	99	21	580	38
Documentary and commercial letters of credit	449	72	428	42
Commitments to extend credit :				
Original maturity of 1 year and under	54,651	-	55,428	-
Original maturity of more than 1 year	16,950	7,704	18,901	8,362
Note issuance and revolving underwriting facilities	-	-	-	-
<b>Total</b>	<b>79,574</b>	<b>12,479</b>	<b>82,956</b>	<b>13,012</b>
<b>Corporate Support, including Technology and Solutions</b>				
Credit Instruments				
Guarantees and standby letters of credit	1,539	1,163	1,561	1,412
Securities lending	-	-	-	-
Documentary and commercial letters of credit	-	-	-	-
Commitments to extend credit :				
Original maturity of 1 year and under	7	-	7	-
Original maturity of more than 1 year	-	-	-	-
Note issuance and revolving underwriting facilities	-	-	-	-
<b>Total</b>	<b>1,546</b>	<b>1,163</b>	<b>1,568</b>	<b>1,412</b>

**CREDIT RISK FINANCIAL MEASURES <sup>(1)</sup>**

	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001

**Diversification Ratios**
**Gross Loans And Acceptances**

Consumer	45.7 %	45.4 %	44.7 %	44.5 %	42.8 %	42.1 %	40.5 %	39.9 %	38.0 %
Commercial and Corporate	54.3 %	54.6 %	55.3 %	55.5 %	57.2 %	57.9 %	59.5 %	60.1 %	62.0 %
Canada	68.0 %	66.1 %	65.2 %	67.2 %	65.5 %	65.4 %	64.2 %	66.1 %	64.7 %
United States	29.8 %	31.7 %	32.7 %	31.1 %	33.0 %	33.3 %	34.5 %	32.2 %	33.2 %
Other Countries	2.2 %	2.2 %	2.1 %	1.7 %	1.5 %	1.3 %	1.3 %	1.7 %	2.1 %

**Net Loans And Acceptances**

Consumer	45.9 %	45.7 %	45.0 %	44.7 %	43.0 %	42.4 %	40.7 %	40.1 %	38.1 %
Commercial and Corporate	54.1 %	54.3 %	55.0 %	55.3 %	57.0 %	57.6 %	59.3 %	59.9 %	61.9 %
Canada	68.1 %	66.3 %	65.4 %	67.2 %	65.6 %	65.4 %	64.2 %	66.0 %	64.7 %
United States	29.7 %	31.6 %	32.6 %	31.1 %	32.9 %	33.3 %	34.5 %	32.3 %	33.2 %
Other Countries	2.2 %	2.1 %	2.0 %	1.7 %	1.5 %	1.3 %	1.3 %	1.7 %	2.1 %

**Coverage Ratios**
**Allowance for Credit Losses (ACL)-to-Gross Impaired Loans and Acceptances (GIL)(2)**

Total	83.7 %	85.3 %	83.4 %	91.4 %	97.5 %	92.3 %	96.8 %	90.5 %	100.2 %	83.7 %	97.5 %	83.4 %	96.8 %
Consumer	4.9 %	5.1 %	5.1 %	4.0 %	10.4 %	4.6 %	7.1 %	8.4 %	8.5 %	4.9 %	10.4 %	5.1 %	7.1 %
Commercial and Corporate, excluding Securities Purchased under Resale Agreements	35.0 %	36.0 %	35.2 %	36.8 %	45.9 %	41.7 %	41.5 %	28.4 %	32.0 %	35.0 %	45.9 %	35.2 %	41.5 %
Net write-offs-to-average loans and Acceptances	0.0 %	0.1 %	0.1 %	0.3 %	0.2 %	0.1 %	0.2 %	0.1 %	0.1 %	0.1 %	0.2 %	0.6 %	0.4 %

**Condition Ratios**

GIL-to-Gross Loans and Acceptances	1.51 %	1.51 %	1.54 %	1.39 %	1.45 %	1.51 %	1.37 %	1.26 %	1.12 %
GIL-to-Equity and Allowance for Credit Losses	14.88 %	14.66 %	15.16 %	13.55 %	14.19 %	14.64 %	14.17 %	12.55 %	11.52 %
Net Impaired Loans and Acceptances (NIL)-to-Net Loans and Acceptances <sup>(2)</sup>	0.25 %	0.22 %	0.26 %	0.12 %	0.04 %	0.12 %	0.05 %	0.12 %	(0.00)%
NIL-to-segmented Net Loans and Acceptances <sup>(2)</sup>									
Consumer	0.25 %	0.24 %	0.25 %	0.25 %	0.28 %	0.30 %	0.31 %	0.32 %	0.37 %
Commercial and Corporate, excluding Securities Purchased under Resale Agreements	2.13 %	2.03 %	2.08 %	1.79 %	1.57 %	1.72 %	1.48 %	1.68 %	1.37 %
Canada	(0.30)%	(0.31)%	(0.27)%	(0.29)%	(0.20)%	(0.36)%	(0.35)%	(0.22)%	(0.41)%
United States	1.17 %	1.09 %	1.10 %	0.95 %	0.45 %	1.01 %	0.74 %	0.78 %	0.75 %
Other Countries	4.70 %	4.03 %	3.76 %	1.21 %	1.57 %	1.15 %	0.90 %	0.94 %	0.79 %

**Retail Loans**
**90 Days & Over Delinquency Ratio**

Personal Loans	0.20 %	0.22 %	0.23 %	0.24 %	0.29 %	0.33 %	0.36 %	0.36 %	0.40 %
Credit Card	0.57 %	0.57 %	0.51 %	0.48 %	0.53 %	0.59 %	0.60 %	0.60 %	0.65 %
Mortgages (excluding Household)	0.28 %	0.27 %	0.27 %	0.31 %	0.36 %	0.34 %	0.35 %	0.35 %	0.37 %
Total Retail (excluding Government Guaranteed Student Loans and Household)	0.27 %	0.27 %	0.27 %	0.29 %	0.34 %	0.35 %	0.36 %	0.36 %	0.39 %
Household Portfolio	1.86 %	1.88 %	1.68 %	1.68 %	1.66 %	1.91 %	1.65 %	2.13 %	1.96 %
Total Retail	0.32 %	0.32 %	0.33 %	0.35 %	0.41 %	0.41 %	0.43 %	0.44 %	0.48 %

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

(2) Aggregate balances are net of specific and general allowances; the consumer, commercial and corporate categories are stated net of specific allowances only.

**PROVISION FOR CREDIT LOSSES  
SEGMENTED INFORMATION <sup>(1)</sup>**

(\$ millions except as noted)

	2003 Q2	2003 Q1	2002 Q4	2002 Q3	2002 Q2	2002 Q1	2001 Q4	2001 Q3	2001 Q2	YTD 2003	YTD 2002	Fiscal 2002	Fiscal 2001
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**Performance Ratios (Annualized)**

PCL-to-average net loans and acceptances	0.32 %	0.39 %	0.43 %	0.44 %	0.87 %	0.49 %	1.49 %	0.32 %	0.57 %	0.36 %	0.68 %	0.56 %	0.66 %
PCL-to-segmented average net loans and acceptances													
Consumer	0.21 %	0.20 %	0.22 %	0.21 %	0.24 %	0.23 %	0.22 %	0.22 %	0.22 %	0.21 %	0.24 %	0.23 %	0.22 %
Commercial and Corporate	0.42 %	0.55 %	0.59 %	0.61 %	1.35 %	0.62 %	2.34 %	0.37 %	0.33 %	0.49 %	1.00 %	0.81 %	0.83 %
Canada	0.25 %	0.28 %	0.45 %	0.39 %	1.03 %	0.48 %	0.92 %	0.28 %	0.30 %	0.27 %	0.75 %	0.59 %	0.43 %
United States	0.44 %	0.42 %	0.39 %	0.55 %	0.62 %	0.51 %	2.54 %	0.40 %	1.09 %	0.42 %	0.57 %	0.52 %	1.10 %
Other Countries	0.76 %	3.59 %	0.16 %	0.18 %	0.19 %	0.19 %	0.32 %	0.36 %	0.25 %	2.09 %	0.19 %	0.18 %	0.29 %

**Provision for Credit Losses by Country**

Canada	64	69	111	93	242	114	219	62	64	133	356	560	412
United States	50	52	48	66	78	65	325	53	152	102	143	257	561
Other Countries	6	29	1	1	-	1	2	2	1	35	1	3	7
Total Provision For Credit Losses	120	150	160	160	320	180	546	117	217	270	500	820	980

**Interest Income on Impaired Loans**

Total	6	5	(1)	2	5	9	-	(1)	(5)	11	13	15	(6)
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(1) Segmented credit information by geographic area is based upon the country of ultimate risk.

**PROVISION FOR CREDIT LOSSES  
SEGMENTED INFORMATION**

(\$ millions)

	YTD 2003	Fiscal 2002	Fiscal 2001	Fiscal 2000
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**Provision by Product and Industry**

Consumer				
Residential mortgages	4	7	6	5
Cards	32	58	48	35
Personal Loans	35	79	74	73
Total Loans to Consumers	71	144	128	113
Commercial and Corporate				
Commercial mortgages	1	6	10	(1)
Commercial real estate	(13)	(2)	(1)	1
Construction (non-real estate)	-	(23)	28	(2)
Retail trade	10	29	74	20
Wholesale trade	(23)	19	114	3
Agriculture	3	2	(1)	(10)
Communications	11	399	129	-
Manufacturing	51	94	280	81
Mining	10	-	5	-
Oil and Gas	-	22	(22)	6
Transportation	29	17	38	68
Utilities	53	69	17	(1)
Forest Products	23	4	-	3
Service industries	29	19	18	14
Financial institutions - excluding Securities				
Purchased Under Resale Agreements	2	23	64	(6)
Other	13	(2)	(1)	1
Total Commercial and Corporate, excluding Securities Purchased under Resale Agreements	199	676	752	177
Securities purchased under resale agreements	-	-	-	-
Total Commercial and Corporate	199	676	752	177
General provision	-	-	100	110
Country risk allowance	-	-	-	(42)
Total Provision for Credit Losses	270	820	980	358

	YTD 2003	Fiscal 2002	Fiscal 2001	Fiscal 2000
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1.5%	0.9%	0.6%	1.4%
11.9%	7.1%	4.9%	9.8%
12.9%	9.6%	7.6%	20.4%
26.3%	17.6%	13.1%	31.6%
0.4%	0.7%	1.0%	(0.3)%
(4.8)%	(0.2)%	(0.1)%	0.3%
0.0%	(2.8)%	2.9%	(0.6)%
3.7%	3.5%	7.6%	5.6%
(8.5)%	2.3%	11.6%	0.8%
1.1%	0.2%	(0.1)%	(2.8)%
4.1%	48.7%	13.2%	0.0%
18.9%	11.5%	28.6%	22.6%
3.7%	0.0%	0.5%	0.0%
0.0%	2.7%	(2.2)%	1.7%
10.7%	2.1%	3.9%	19.0%
19.6%	8.4%	1.7%	(0.3)%
8.5%	0.5%	0.0%	0.8%
10.7%	2.3%	1.8%	3.9%
0.8%	2.8%	6.4%	(1.6)%
4.8%	(0.2)%	(0.1)%	0.3%
73.7%	82.4%	76.7%	49.4%
0.0%	0.0%	0.0%	0.0%
73.7%	82.4%	76.7%	49.4%
0.0%	0.0%	10.2%	30.7%
0.0%	0.0%	0.0%	(11.7)%
100.0%	100.0%	100.0%	100.0%



**GROSS LOANS AND ACCEPTANCES  
BY PRODUCT AND INDUSTRY**

	2003 Q2	2003 Q1	2002 Q4	2002 Q3	2002 Q2	2002 Q1	2001 Q4	2001 Q3	2001 Q2	MIX Q2	INC(DEC) VS LAST YEAR	
<b>Consumer</b>												
Residential mortgages <sup>(1)</sup>	45,432	44,753	44,339	43,356	41,548	40,358	38,747	37,909	36,391	29.8 %	3,884	9.3 %
Cards	2,807	2,455	2,280	1,635	1,506	1,528	1,527	1,525	1,459	1.8 %	1,301	86.4 %
Personal loans	21,498	21,287	21,168	20,698	20,197	19,463	19,107	18,777	18,255	14.1 %	1,301	6.4 %
<b>Total Consumer</b>	<b>69,737</b>	<b>68,495</b>	<b>67,787</b>	<b>65,689</b>	<b>63,251</b>	<b>61,349</b>	<b>59,381</b>	<b>58,211</b>	<b>56,105</b>	<b>45.7 %</b>	<b>6,486</b>	<b>10.3 %</b>
<b>Commercial and Corporate, excluding Securities Purchased under Resale Agreements</b>												
Commercial mortgages	7,599	7,603	7,591	7,646	7,518	7,362	7,358	7,025	6,777	5.0 %	81	1.1 %
Commercial real estate	3,534	3,488	3,601	3,849	3,778	3,995	3,828	3,228	3,369	2.3 %	(244)	(6.5)%
Construction (non-real estate)	840	796	727	697	750	835	962	1,093	1,092	0.6 %	90	12.0 %
Retail trade	3,610	3,248	3,057	3,021	3,155	2,946	3,240	3,265	3,141	2.4 %	455	14.4 %
Automotive	1,811	1,615	1,380	1,364	1,404	1,212	1,236	1,252	1,407	1.2 %	407	29.0 %
Food and beverage	402	423	416	407	429	537	622	661	422	0.3 %	(27)	(6.3)%
Other	1,397	1,210	1,261	1,250	1,322	1,197	1,382	1,352	1,312	0.9 %	75	5.7 %
Wholesale trade	3,009	2,936	2,993	2,786	2,941	2,977	2,992	2,975	3,093	2.0 %	68	2.3 %
Agriculture	409	478	460	345	441	441	424	404	413	0.3 %	(32)	(7.3)%
Automotive	242	210	225	234	239	216	207	207	218	0.2 %	3	1.3 %
Food and beverage	637	658	670	601	601	653	514	541	542	0.4 %	36	6.0 %
Construction and industrial	779	742	730	737	763	738	803	773	821	0.5 %	16	2.1 %
Other	942	848	908	869	897	929	1,044	1,050	1,099	0.6 %	45	5.0 %
Agriculture	2,804	2,701	2,707	2,655	2,658	2,608	2,662	2,451	2,458	1.8 %	146	5.5 %
Communications	2,511	2,548	2,840	2,682	3,106	3,217	3,321	3,819	3,550	1.6 %	(595)	(19.2)%
Long haul fibre	84	91	117	123	394	517	466	499	389	0.1 %	(310)	(78.7)%
Wireless	268	300	289	259	396	435	477	567	534	0.2 %	(128)	(32.3)%
Towers	112	132	136	139	138	122	95	84	84	0.1 %	(26)	(18.8)%
CLECs	18	50	66	83	90	61	42	40	45	0.0 %	(72)	(80.0)%
Other communications	475	288	326	230	264	273	231	731	453	0.3 %	211	79.9 %
Total Telecom	957	861	934	834	1,282	1,408	1,311	1,921	1,505	0.6 %	(325)	(25.4)%
Cable	906	1,112	1,210	1,173	1,106	1,023	1,169	1,088	1,175	0.6 %	(200)	(18.1)%
Broadcasting	648	575	696	675	718	786	841	810	870	0.4 %	(70)	(9.7)%
Manufacturing	8,745	8,495	8,642	8,782	9,726	10,301	11,306	10,786	11,461	5.7 %	(981)	(10.1)%
Industrial products	2,872	2,753	2,757	3,037	3,279	3,360	3,634	3,720	4,070	1.9 %	(407)	(12.4)%
Consumer products	2,801	2,960	2,934	2,844	3,195	3,295	3,631	3,593	3,872	1.8 %	(394)	(12.3)%
Automotive	718	640	684	684	733	737	754	628	704	0.5 %	(15)	(2.0)%
Other manufacturing	2,354	2,142	2,267	2,217	2,519	2,909	3,287	2,845	2,815	1.5 %	(165)	(6.6)%
Mining	610	587	581	642	609	797	745	780	951	0.4 %	1	0.2 %
Oil and Gas	2,883	3,171	3,631	3,809	3,938	4,067	4,073	3,636	3,720	1.9 %	(1,055)	(26.8)%
Transportation	1,357	1,284	1,367	1,373	1,435	1,436	1,600	1,562	1,613	0.9 %	(78)	(5.4)%
Utilities	1,319	1,432	1,505	1,502	1,310	1,585	1,609	1,431	1,779	0.9 %	9	0.7 %
Electric power generation	1,024	1,158	1,197	1,225	1,008	1,226	1,274	1,111	1,434	0.7 %	16	1.6 %
Gas, water and other	295	274	308	277	302	359	335	320	345	0.2 %	(7)	(2.3)%
Forest products	1,076	1,036	987	1,104	1,058	1,005	1,187	1,227	1,317	0.7 %	18	1.7 %
Service industries	6,324	6,470	6,724	6,740	6,696	6,709	6,706	6,889	6,865	4.1 %	(372)	(5.6)%
Automotive lease and rental	802	777	766	795	748	728	680	766	744	0.5 %	54	7.2 %
Educational	761	730	751	709	765	833	766	671	616	0.5 %	(4)	(0.5)%
Health care	699	738	840	849	862	848	818	812	809	0.5 %	(163)	(18.9)%
Business and professional services	1,181	1,278	1,270	1,246	1,288	1,353	1,525	1,761	1,784	0.8 %	(107)	(8.3)%
Hospitality and recreation	1,323	1,315	1,340	1,312	1,250	1,192	1,193	1,169	1,156	0.9 %	73	5.8 %
Other	1,558	1,632	1,757	1,829	1,783	1,755	1,724	1,710	1,756	1.0 %	(225)	(12.6)%
Financial institutions	14,852	16,885	17,101	15,934	15,511	14,568	16,194	16,234	16,388	9.7 %	(659)	(4.2)%
Other	4,674	4,509	4,040	3,822	3,880	4,256	4,596	3,550	3,796	3.1 %	794	20.5 %
<b>Total Commercial and Corporate, excluding Securities Purchased under Resale Agreements</b>	<b>65,747</b>	<b>67,189</b>	<b>68,094</b>	<b>67,044</b>	<b>68,069</b>	<b>68,664</b>	<b>72,379</b>	<b>69,951</b>	<b>71,370</b>	<b>43.1 %</b>	<b>(2,322)</b>	<b>(3.4)%</b>
Securities Purchased under Resale Agreements	17,175	15,033	15,664	14,910	16,571	15,565	14,954	17,592	20,054	11.2 %	604	3.6 %
<b>Total Commercial and Corporate</b>	<b>82,922</b>	<b>82,222</b>	<b>83,758</b>	<b>81,954</b>	<b>84,640</b>	<b>84,229</b>	<b>87,333</b>	<b>87,543</b>	<b>91,424</b>	<b>54.3 %</b>	<b>(1,718)</b>	<b>(2.0)%</b>
<b>Total Gross Loans and Acceptances</b>	<b>152,659</b>	<b>150,717</b>	<b>151,545</b>	<b>147,643</b>	<b>147,891</b>	<b>145,578</b>	<b>146,714</b>	<b>145,754</b>	<b>147,529</b>	<b>100.0 %</b>	<b>4,768</b>	<b>3.2 %</b>

(1) Certain residential mortgages have been classified as Commercial and Corporate.

**ALLOWANCES FOR CREDIT LOSSES  
BY PRODUCT AND INDUSTRY**

(\$ millions)	2003 Q2	2003 Q1	2002 Q4	2002 Q3	2002 Q2	2002 Q1	2001 Q4	2001 Q3	2001 Q2	MIX Q2	INC(DEC) VS LAST YEAR	
<b>Specific Allowances</b>												
<b>Consumer</b>												
Residential mortgages	6	6	5	4	5	5	6	8	8	0.3 %	1	20.0 %
Cards	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
Consumer instalments & other personal loans	3	3	4	3	16	4	8	9	11	0.2 %	(13)	(81.3)%
<b>Total Consumer</b>	<b>9</b>	<b>9</b>	<b>9</b>	<b>7</b>	<b>21</b>	<b>9</b>	<b>14</b>	<b>17</b>	<b>19</b>	<b>0.5 %</b>	<b>(12)</b>	<b>(57.1)%</b>
<b>Commercial and Corporate, excluding Securities Purchased under Resale Agreements</b>												
Commercial mortgages	-	-	-	-	-	-	6	-	-	0.0 %	-	0.0 %
Commercial real estate	6	14	9	15	14	12	12	14	24	0.3 %	(8)	(57.1)%
Construction (non-real estate)	2	4	5	3	4	4	31	30	30	0.1 %	(2)	(50.0)%
Retail trade	15	16	18	34	40	73	59	26	8	0.8 %	(25)	(62.5)%
Automotive	3	3	3	3	2	2	2	2	3	0.2 %	1	50.0 %
Food and beverage	2	2	2	1	1	1	1	2	1	0.1 %	1	100.0 %
Other	10	11	13	30	37	70	56	22	4	0.5 %	(27)	(73.0)%
Wholesale trade	40	75	109	75	77	124	80	17	22	2.1 %	(37)	(48.1)%
Agriculture	-	30	30	-	-	-	-	-	-	0.0 %	-	0.0 %
Automotive	10	15	37	32	34	34	34	-	-	0.5 %	(24)	(70.6)%
Food and beverage	1	1	1	1	1	1	3	3	3	0.1 %	-	0.0 %
Construction and industrial	11	12	15	16	16	16	1	1	1	0.6 %	(5)	(31.3)%
Other	18	17	26	26	26	73	42	13	18	0.9 %	(8)	(30.8)%
Agriculture	6	4	14	9	3	3	3	4	5	0.3 %	3	100.0 %
Communications	101	97	116	108	322	119	60	102	29	5.2 %	(221)	(68.6)%
Long haul fibre	51	48	49	36	264	27	27	62	-	2.6 %	(213)	(80.7)%
Wireless	10	10	12	19	20	20	20	12	12	0.5 %	(10)	(50.0)%
Towers	-	-	-	-	15	-	-	-	-	0.0 %	(15)	(100.0)%
CLECs	1	2	13	11	5	5	5	11	7	0.1 %	(4)	(80.0)%
Other communications	13	10	14	14	12	59	-	8	-	0.7 %	1	8.3 %
Total Telecom	75	70	88	80	316	111	52	93	19	3.9 %	(241)	(76.3)%
Cable	20	21	22	22	-	-	-	-	1	1.0 %	20	0.0 %
Broadcasting	6	6	6	6	6	8	8	9	9	0.3 %	-	0.0 %
Manufacturing	139	139	175	204	236	285	300	80	81	7.2 %	(97)	(41.1)%
Industrial products	43	36	59	92	121	140	153	30	29	2.2 %	(78)	(64.5)%
Consumer products	45	57	48	44	50	60	42	47	42	2.3 %	(5)	(10.0)%
Automotive	24	22	22	6	2	22	2	2	5	1.2 %	22	100%+
Other manufacturing	27	24	46	62	63	63	103	1	5	1.4 %	(36)	(57.1)%
Mining	-	14	-	-	-	-	-	-	-	0.0 %	-	0.0 %
Oil and Gas	20	19	20	18	35	18	18	48	48	1.0 %	(15)	(42.9)%
Transportation	78	70	64	71	68	79	77	55	62	4.0 %	10	14.7 %
Utilities	166	115	87	9	8	6	19	2	2	8.6 %	158	100%+
Electric power generation	158	114	85	6	5	5	18	-	-	8.2 %	153	100%+
Gas, water and other	8	1	2	3	3	1	1	2	2	0.4 %	5	100%+
Forest products	36	16	6	14	12	10	10	15	19	1.9 %	24	100%+
Service industries	84	74	44	50	26	42	48	52	75	4.3 %	58	100%+
Automotive lease and rental	5	6	6	6	6	1	-	-	-	0.3 %	(1)	(16.7)%
Educational	-	-	-	-	-	-	1	1	1	0.0 %	-	0.0 %
Health care	5	7	7	-	2	15	15	15	30	0.3 %	3	100%+
Business and professional services	32	41	8	11	8	16	24	18	26	1.7 %	24	100%+
Hospitality and recreation	15	18	20	27	5	6	7	8	8	0.8 %	10	100%+
Other	27	2	3	6	5	4	1	10	10	1.4 %	22	100%+
Financial institutions	22	22	29	31	36	27	26	15	29	1.1 %	(14)	(38.9)%
Other	31	79	64	52	13	32	6	4	23	0.017 %	18	100%+
<b>Total Commercial and Corporate, excluding Securities Purchased under Resale Agreements</b>	<b>746</b>	<b>758</b>	<b>760</b>	<b>693</b>	<b>894</b>	<b>834</b>	<b>755</b>	<b>464</b>	<b>457</b>	<b>38.6 %</b>	<b>(148)</b>	<b>(16.6)%</b>
<b>Securities Purchased under Resale Agreements</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.0 %</b>	<b>-</b>	<b>0.0 %</b>
<b>Total Commercial and Corporate</b>	<b>746</b>	<b>758</b>	<b>760</b>	<b>693</b>	<b>894</b>	<b>834</b>	<b>755</b>	<b>464</b>	<b>457</b>	<b>38.6 %</b>	<b>(148)</b>	<b>(16.6)%</b>
<b>Total Specific Allowances</b>	<b>755</b>	<b>767</b>	<b>769</b>	<b>700</b>	<b>915</b>	<b>843</b>	<b>769</b>	<b>481</b>	<b>476</b>	<b>39.0%</b>	<b>(160)</b>	<b>(17.5)%</b>
<b>General allowance</b>	<b>1,180</b>	<b>1,180</b>	<b>1,180</b>	<b>1,180</b>	<b>1,180</b>	<b>1,180</b>	<b>1,180</b>	<b>1,180</b>	<b>1,180</b>	<b>61.0 %</b>	<b>-</b>	<b>0.0 %</b>
<b>Total Allowance for Credit Losses</b>	<b>1,935</b>	<b>1,947</b>	<b>1,949</b>	<b>1,880</b>	<b>2,095</b>	<b>2,023</b>	<b>1,949</b>	<b>1,661</b>	<b>1,656</b>	<b>100.0 %</b>	<b>(160)</b>	<b>(7.6)%</b>

**NET LOANS AND ACCEPTANCES  
BY PRODUCT AND INDUSTRY**

(\$ millions)	2003 Q2	2003 Q1	2002 Q4	2002 Q3	2002 Q2	2002 Q1	2001 Q4	2001 Q3	2001 Q2	MIX Q2	INC(DEC) VS LAST YEAR	
<b>Consumer</b>												
Residential mortgages	45,426	44,747	44,334	43,352	41,543	40,353	38,741	37,901	36,383	30.1 %	3,883	9.3 %
Cards	2,807	2,455	2,280	1,635	1,506	1,528	1,527	1,525	1,459	1.9 %	1,301	86.4 %
Consumer instalments & other personal loans	21,495	21,284	21,164	20,695	20,181	19,459	19,099	18,768	18,244	14.3 %	1,314	6.5 %
<b>Total Consumer</b>	<b>69,728</b>	<b>68,486</b>	<b>67,778</b>	<b>65,682</b>	<b>63,230</b>	<b>61,340</b>	<b>59,367</b>	<b>58,194</b>	<b>56,086</b>	<b>46.3 %</b>	<b>6,498</b>	<b>10.3 %</b>
<b>Commercial and Corporate, excluding Securities Purchased under Resale Agreements</b>												
Commercial mortgages	7,599	7,603	7,591	7,646	7,518	7,362	7,352	7,025	6,777	5.0 %	81	1.1 %
Commercial real estate	3,528	3,474	3,592	3,834	3,764	3,983	3,816	3,214	3,345	2.3 %	(236)	(6.3)%
Construction (non-real estate)	838	792	722	694	746	831	931	1,063	1,062	0.6 %	92	12.3 %
Retail trade	3,595	3,232	3,039	2,987	3,115	2,873	3,181	3,239	3,133	2.4 %	480	15.4 %
Automotive	1,808	1,612	1,377	1,361	1,402	1,210	1,234	1,250	1,404	1.2 %	406	29.0 %
Food and beverage	400	421	414	406	428	536	621	659	421	0.3 %	(28)	(6.5)%
Other	1,387	1,199	1,248	1,220	1,285	1,127	1,326	1,330	1,308	0.9 %	102	7.9 %
Wholesale trade	2,969	2,861	2,884	2,711	2,864	2,853	2,912	2,958	3,071	2.0 %	105	3.7 %
Agriculture	409	448	430	345	441	441	424	404	413	0.3 %	(32)	(7.3)%
Automotive	232	195	188	202	205	182	173	207	218	0.2 %	27	13.2 %
Food and beverage	636	657	669	600	600	652	511	538	539	0.4 %	36	6.0 %
Construction and industrial	768	730	715	721	747	722	802	772	820	0.5 %	21	2.8 %
Other	924	831	882	843	871	856	1,002	1,037	1,081	0.6 %	53	6.1 %
Agriculture	2,798	2,697	2,693	2,646	2,655	2,605	2,659	2,447	2,453	1.9 %	143	5.4 %
Communications	2,410	2,451	2,724	2,574	2,784	3,098	3,261	3,717	3,521	1.6 %	(374)	(13.4)%
Long haul fibre	33	43	68	87	130	490	439	437	389	0.0 %	(97)	(74.6)%
Wireless	258	290	277	240	376	415	457	555	522	0.2 %	(118)	(31.4)%
Towers	112	132	136	139	123	122	95	84	84	0.1 %	(11)	(8.9)%
CLECs	17	48	53	72	85	56	37	29	38	0.0 %	(68)	(80.0)%
Other communications	462	278	312	216	252	214	231	723	453	0.3 %	210	83.3 %
Total Telecom	882	791	846	754	966	1,297	1,259	1,828	1,486	0.6 %	(84)	(8.7)%
Cable	886	1,091	1,188	1,151	1,106	1,023	1,169	1,088	1,174	0.6 %	(220)	(19.9)%
Broadcasting	642	569	690	669	712	778	833	801	861	0.4 %	(70)	(9.8)%
Manufacturing	8,606	8,356	8,467	8,578	9,490	10,016	11,006	10,706	11,380	5.7 %	(884)	(9.3)%
Industrial products	2,829	2,717	2,698	2,945	3,158	3,220	3,481	3,690	4,041	1.9 %	(329)	(10.4)%
Consumer products	2,756	2,903	2,886	2,800	3,145	3,235	3,589	3,546	3,830	1.8 %	(389)	(12.4)%
Automotive	694	618	662	678	731	715	752	626	699	0.5 %	(37)	(5.1)%
Other manufacturing	2,327	2,118	2,221	2,155	2,456	2,846	3,184	2,844	2,810	1.5 %	(129)	(5.3)%
Mining	610	573	581	642	609	797	745	780	951	0.4 %	1	0.2 %
Oil and Gas	2,863	3,152	3,611	3,791	3,903	4,049	4,055	3,588	3,672	1.9 %	(1,040)	(26.6)%
Transportation	1,279	1,214	1,303	1,302	1,367	1,357	1,523	1,507	1,551	0.8 %	(88)	(6.4)%
Utilities	1,153	1,317	1,418	1,493	1,302	1,579	1,590	1,429	1,777	0.8 %	(149)	(11.4)%
Electric power generation	866	1,044	1,112	1,219	1,003	1,221	1,256	1,111	1,434	0.6 %	(137)	(13.7)%
Gas, water and other	287	273	306	274	299	358	334	318	343	0.2 %	(12)	(4.0)%
Forest products	1,040	1,020	981	1,090	1,046	995	1,177	1,212	1,298	0.7 %	(6)	(0.6)%
Service industries	6,240	6,396	6,680	6,690	6,670	6,667	6,658	6,837	6,790	4.1 %	(430)	(6.4)%
Automotive lease and rental	797	771	760	789	742	727	680	766	744	0.5 %	55	7.4 %
Educational	761	730	751	709	765	833	765	670	615	0.5 %	(4)	(0.5)%
Health care	694	731	833	849	860	833	803	797	779	0.5 %	(166)	(19.3)%
Business and professional services	1,149	1,237	1,262	1,235	1,280	1,337	1,501	1,743	1,758	0.8 %	(131)	(10.2)%
Hospitality and recreation	1,308	1,297	1,320	1,285	1,245	1,186	1,186	1,161	1,148	0.9 %	63	5.1 %
Other	1,531	1,630	1,754	1,823	1,778	1,751	1,723	1,700	1,746	1.0 %	(247)	(13.9)%
Financial institutions	14,830	16,863	17,072	15,903	15,475	14,541	16,168	16,219	16,359	9.8 %	(645)	(4.2)%
Other	4,643	4,430	3,976	3,770	3,867	4,224	4,590	3,546	3,773	3.1 %	776	20.1 %
<b>Total Commercial and Corporate, excluding Securities Purchased under Resale Agreements</b>	<b>65,001</b>	<b>66,431</b>	<b>67,334</b>	<b>66,351</b>	<b>67,175</b>	<b>67,830</b>	<b>71,624</b>	<b>69,487</b>	<b>70,913</b>	<b>43.1 %</b>	<b>(2,174)</b>	<b>(3.2)%</b>
<b>Securities Purchased under Resale Agreements</b>	<b>17,175</b>	<b>15,033</b>	<b>15,664</b>	<b>14,910</b>	<b>16,571</b>	<b>15,565</b>	<b>14,954</b>	<b>17,592</b>	<b>20,054</b>	<b>11.4 %</b>	<b>604</b>	<b>3.6 %</b>
<b>Total Commercial and Corporate</b>	<b>82,176</b>	<b>81,464</b>	<b>82,998</b>	<b>81,261</b>	<b>83,746</b>	<b>83,395</b>	<b>86,578</b>	<b>87,079</b>	<b>90,967</b>	<b>54.5 %</b>	<b>(1,570)</b>	<b>(1.9)%</b>
<b>Loans and Acceptances, Net of Specific Allowances</b>	<b>151,904</b>	<b>149,950</b>	<b>150,776</b>	<b>146,943</b>	<b>146,976</b>	<b>144,735</b>	<b>145,945</b>	<b>145,273</b>	<b>147,053</b>	<b>100.8 %</b>	<b>4,928</b>	<b>3.4 %</b>
General allowance	(1,180)	(1,180)	(1,180)	(1,180)	(1,180)	(1,180)	(1,180)	(1,180)	(1,180)	(0.8)%	-	0.0 %
<b>Total Net Loans and Acceptances</b>	<b>150,724</b>	<b>148,770</b>	<b>149,596</b>	<b>145,763</b>	<b>145,796</b>	<b>143,555</b>	<b>144,765</b>	<b>144,093</b>	<b>145,873</b>	<b>100.0 %</b>	<b>4,928</b>	<b>3.4 %</b>

**GROSS IMPAIRED LOANS  
AND ACCEPTANCES  
BY PRODUCT AND INDUSTRY**

(\$ millions)	2003 Q2	2003 Q1	2002 Q4	2002 Q3	2002 Q2	2002 Q1	2001 Q4	2001 Q3	2001 Q2	% (1) Q2	INC(DEC) VS LAST YEAR
<b>Consumer</b>											
Residential mortgages	130	122	124	118	133	128	132	133	150	0.3 %	(3) (2.3)%
Consumer instalments & other personal loans	53	54	53	56	68	67	64	70	74	0.2 %	(15) (22.1)%
<b>Total Consumer</b>	<b>183</b>	<b>176</b>	<b>177</b>	<b>174</b>	<b>201</b>	<b>195</b>	<b>196</b>	<b>203</b>	<b>224</b>	<b>0.3 %</b>	<b>(18) (9.0)%</b>
<b>Commercial and Corporate, excluding Securities Purchased under Resale Agreements</b>											
Commercial mortgages	46	39	25	29	27	26	45	38	37	0.6 %	19 70.4 %
Commercial real estate	40	42	25	30	28	28	30	30	48	1.1 %	12 42.9 %
Construction (non-real estate)	6	7	8	9	7	76	78	78	79	0.7 %	(1) (14.3)%
Retail trade	48	56	69	100	141	161	179	148	28	1.3 %	(93) (66.0)%
Automotive	7	7	7	8	7	6	6	5	10	0.4 %	- 0.0 %
Food and beverage	6	8	8	5	6	7	7	7	7	1.5 %	- 0.0 %
Other	35	41	54	87	128	148	166	136	11	2.5 %	(93) (72.7)%
Wholesale trade	117	152	186	122	129	160	127	84	65	3.9 %	(12) (9.3)%
Agriculture	44	69	71	-	1	2	-	-	-	10.8 %	43 100%+
Automotive	29	43	69	70	68	57	57	52	29	12.0 %	(39) (57.4)%
Food and beverage	2	2	2	2	2	2	4	5	5	0.3 %	- 0.0 %
Construction and industrial	16	16	16	17	20	22	19	1	3	2.1 %	(4) (20.0)%
Other	26	22	28	33	38	77	47	26	28	2.8 %	(12) (31.6)%
Agriculture	28	28	38	27	21	14	13	15	19	1.0 %	7 33.3 %
Communications	489	470	545	555	450	190	138	203	60	19.5 %	39 8.7 %
Long haul fibre	84	91	117	123	334	61	61	118	-	100.0 %	(250) (74.9)%
Wireless	10	20	28	29	19	19	21	19	24	3.7 %	(9) (47.4)%
Towers	19	20	21	22	23	-	-	-	-	17.0 %	(4) (17.4)%
CLECs	1	3	17	12	10	10	11	21	7	5.6 %	(9) (90.0)%
Other communications	32	11	22	25	37	68	5	18	-	6.7 %	(5) (13.5)%
Total Telecom	146	145	205	211	423	158	98	176	31	15.3 %	(277) (65.5)%
Cable	319	296	309	312	-	-	-	-	-	35.2 %	319 0.0 %
Broadcasting	24	29	31	32	27	32	40	27	29	3.7 %	(3) (11.1)%
Manufacturing	370	379	448	442	557	503	426	220	198	4.2 %	(187) (33.6)%
Industrial products	98	111	160	168	229	190	208	57	43	3.4 %	(131) (57.2)%
Consumer products	101	134	110	101	121	127	109	139	139	3.6 %	(20) (16.5)%
Automotive	121	89	100	87	96	99	2	3	7	16.9 %	25 26.0 %
Other manufacturing	50	45	78	86	111	87	107	21	9	2.1 %	(61) (55.0)%
Mining	72	54	9	-	-	-	6	1	1	11.8 %	72 0.0 %
Oil and Gas	84	84	91	91	115	94	95	104	104	2.9 %	(31) (27.0)%
Transportation	189	192	194	198	222	239	244	205	204	13.9 %	(33) (14.9)%
Utilities	331	264	249	30	27	194	173	168	200	25.1 %	304 100%+
Electric power generation	300	231	210	25	22	192	171	165	197	29.3 %	278 100%+
Gas, water and other	31	33	39	5	5	2	2	3	3	10.5 %	26 100%+
Forest products	71	28	29	35	37	32	58	69	70	6.6 %	34 91.9 %
Service industries	177	160	107	107	93	165	150	151	189	2.8 %	84 90.3 %
Automotive lease and rental	6	7	7	7	11	41	3	1	1	0.7 %	(5) (45.5)%
Educational	-	1	1	1	1	1	1	1	1	0.0 %	(1) (100.0)%
Health care	31	35	35	24	27	50	51	52	78	4.4 %	4 14.8 %
Business and professional services	61	71	15	19	14	32	48	38	45	5.2 %	47 100%+
Hospitality and recreation	41	41	42	44	20	21	25	25	27	3.1 %	21 100%+
Other	38	5	7	12	20	20	22	34	37	2.4 %	18 90.0 %
Financial institutions	28	28	43	52	78	67	51	90	100	0.2 %	(50) (64.1)%
Other	33	123	94	56	17	49	5	29	27	0.7 %	16 94.1 %
<b>Total Commercial and Corporate, excluding Securities Purchased under Resale Agreements</b>	<b>2,129</b>	<b>2,106</b>	<b>2,160</b>	<b>1,883</b>	<b>1,949</b>	<b>1,998</b>	<b>1,818</b>	<b>1,633</b>	<b>1,429</b>	<b>3.2 %</b>	<b>180 9.2 %</b>
Securities Purchased under Resale Agreements	-	-	-	-	-	-	-	-	-	0.0 %	- 0.0 %
<b>Total Commercial and Corporate</b>	<b>2,129</b>	<b>2,106</b>	<b>2,160</b>	<b>1,883</b>	<b>1,949</b>	<b>1,998</b>	<b>1,818</b>	<b>1,633</b>	<b>1,429</b>	<b>2.6 %</b>	<b>180 9.2 %</b>
<b>Total Gross Impaired Loans and Acceptances</b>	<b>2,312</b>	<b>2,282</b>	<b>2,337</b>	<b>2,057</b>	<b>2,150</b>	<b>2,193</b>	<b>2,014</b>	<b>1,836</b>	<b>1,653</b>	<b>1.5 %</b>	<b>162.0 7.5 %</b>

(1) Based on Gross Loans & Acceptances by Product and Industry.

**NET IMPAIRED LOANS  
AND ACCEPTANCES  
BY PRODUCT AND INDUSTRY**  
(\$ millions)



	2003	2003	2002	2002	2002	2002	2001	2001	2001	% (1)	INC(DEC)
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q2	VS LAST YEAR
<b>Consumer</b>											
Residential mortgages	124	116	119	114	128	123	126	125	142	0.3 %	(4) (3.1)%
Consumer instalments & other personal loans	50	51	49	53	52	63	56	61	63	0.2 %	(2) (3.8)%
<b>Total Consumer</b>	<b>174</b>	<b>167</b>	<b>168</b>	<b>167</b>	<b>180</b>	<b>186</b>	<b>182</b>	<b>186</b>	<b>205</b>	<b>0.2 %</b>	<b>(6) (3.3)%</b>
<b>Commercial and Corporate, excluding Securities Purchased under Resale Agreements</b>											
Commercial mortgages	46	39	25	29	27	26	39	38	37	0.6 %	19 70.4 %
Commercial real estate	34	28	16	15	14	16	18	16	24	1.0 %	20 100%+
Construction (non-real estate)	4	3	3	6	3	72	47	48	49	0.5 %	1 33.3 %
Retail trade	33	40	51	66	101	88	120	122	20	0.9 %	(68) (67.3)%
Automotive	4	4	4	5	5	4	4	3	7	0.2 %	(1) (20.0)%
Food and beverage	4	6	6	4	5	6	6	5	6	1.0 %	(1) (20.0)%
Other	25	30	41	57	91	78	110	114	7	1.8 %	(66) (72.5)%
Wholesale trade	77	77	77	47	52	36	47	67	43	2.6 %	25 48.1 %
Agriculture	44	39	41	-	1	2	-	-	-	10.8 %	43 100%+
Automotive	19	28	32	38	34	23	23	52	29	8.2 %	(15) (44.1)%
Food and beverage	1	1	1	1	1	1	1	2	2	0.2 %	- 0.0 %
Construction and industrial	5	4	1	1	4	6	18	-	2	0.7 %	1 25.0 %
Other	8	5	2	7	12	4	5	13	10	0.9 %	(4) (33.3)%
Agriculture	22	24	24	18	18	11	10	11	14	0.8 %	4 22.2 %
Communications	388	373	429	447	128	71	78	101	31	16.1 %	260 100%+
Long haul fibre	33	43	68	87	70	34	34	56	-	100.0 %	(37) (52.9)%
Wireless	-	10	16	10	(1)	(1)	1	7	12	0.0 %	1 100.0 %
Towers	19	20	21	22	8	-	-	-	-	17.0 %	11 100%+
CLECs	-	1	4	1	5	5	6	10	-	0.0 %	(5) (100.0)%
Other communications	19	1	8	11	25	9	5	10	-	4.1 %	(6) (24.0)%
Total Telecom	71	75	117	131	107	47	46	83	12	8.0 %	(36) (33.6)%
Cable	299	275	287	290	-	-	-	-	(1)	33.7 %	299 0.0 %
Broadcasting	18	23	25	26	21	24	32	18	20	2.8 %	(3) (14.3)%
<b>Manufacturing</b>	<b>231</b>	<b>240</b>	<b>273</b>	<b>238</b>	<b>321</b>	<b>218</b>	<b>126</b>	<b>140</b>	<b>117</b>	<b>2.7 %</b>	<b>(90) (28.0)%</b>
Industrial products	55	75	101	76	108	50	55	27	14	1.9 %	(53) (49.1)%
Consumer products	56	77	62	57	71	67	67	92	97	2.0 %	(15) (21.1)%
Automotive	97	67	78	81	94	77	-	1	2	14.0 %	3 3.2 %
Other manufacturing	23	21	32	24	48	24	4	20	4	1.0 %	(25) (52.1)%
Mining	72	40	9	-	-	-	6	1	1	11.8 %	72 0.0 %
Oil and Gas	64	65	71	73	80	76	77	56	56	2.2 %	(16) (20.0)%
Transportation	111	122	130	127	154	160	167	150	142	8.7 %	(43) (27.9)%
Utilities	165	149	162	21	19	188	154	166	198	14.3 %	146 100%+
Electric power generation	142	117	125	19	17	187	153	165	197	16.4 %	125 100%+
Gas, water and other	23	32	37	2	2	1	1	1	1	8.0 %	21 100%+
Forest products	35	12	23	21	25	22	48	54	51	3.4 %	10 40.0 %
Service industries	93	86	63	57	67	123	102	99	114	1.5 %	26 38.8 %
Automotive lease and rental	1	1	1	1	5	40	3	1	1	0.1 %	(4) (80.0)%
Educational	-	1	1	1	1	1	-	-	-	0.0 %	(1) (100.0)%
Health care	26	28	28	24	25	35	36	37	48	3.7 %	1 4.0 %
Business and professional services	29	30	7	8	6	16	24	20	19	2.5 %	23 100%+
Hospitality and recreation	26	23	22	17	15	15	18	17	19	2.0 %	11 73.3 %
Other	11	3	4	6	15	16	21	24	27	4.0 %	(4) (26.7)%
Financial institutions	6	6	14	21	42	40	25	75	71	0.0 %	(36) (85.7)%
Other	2	44	30	4	4	17	(1)	25	4	0.0 %	(2) (50.0)%
<b>Total Commercial and Corporate, excluding Securities Purchased under Resale Agreements</b>	<b>1,383</b>	<b>1,348</b>	<b>1,400</b>	<b>1,190</b>	<b>1,055</b>	<b>1,164</b>	<b>1,063</b>	<b>1,169</b>	<b>972</b>	<b>2.1 %</b>	<b>328 31.1 %</b>
Securities Purchased under Resale Agreements	-	-	-	-	-	-	-	-	-	0.0 %	- 0.0 %
<b>Total Commercial and Corporate</b>	<b>1,383</b>	<b>1,348</b>	<b>1,400</b>	<b>1,190</b>	<b>1,055</b>	<b>1,164</b>	<b>1,063</b>	<b>1,169</b>	<b>972</b>	<b>1.7 %</b>	<b>328 31.1 %</b>
<b>Total Impaired Loans and Acceptances, Net of Specific Allowances</b>	<b>1,557</b>	<b>1,515</b>	<b>1,568</b>	<b>1,357</b>	<b>1,235</b>	<b>1,350</b>	<b>1,245</b>	<b>1,355</b>	<b>1,177</b>	<b>1.0 %</b>	<b>322 26.1%</b>
General allowance	(1,180)	(1,180)	(1,180)	(1,180)	(1,180)	(1,180)	(1,180)	(1,180)	(1,180)	100.0 %	- 0.0 %
<b>Total Net Impaired Loans and Acceptances</b>	<b>377</b>	<b>335</b>	<b>388</b>	<b>177</b>	<b>55</b>	<b>170</b>	<b>65</b>	<b>175</b>	<b>(3)</b>	<b>0.3 %</b>	<b>322 100%+</b>

(1) Based on Net Loans & Acceptances by Product and Industry.

**LOANS AND ACCEPTANCES  
BY GEOGRAPHIC AREA <sup>(1)</sup>**

(\$ millions except as noted)

	2003 Q2	2003 Q1	2002 Q4	2002 Q3	2002 Q2	2002 Q1	2001 Q4	2001 Q3	2001 Q2	MIX Q2	INC(DEC) VS LAST YEAR
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**Gross Loans and Acceptances**

Canada	103,740	99,654	98,909	99,157	96,945	95,149	94,175	96,311	95,552	68.0 %	6,795	7.0 %
United States	45,491	47,746	49,487	45,965	48,737	48,476	50,606	46,969	48,922	29.8 %	(3,246)	(6.7)%
Other Countries	3,428	3,317	3,149	2,521	2,209	1,953	1,933	2,474	3,055	2.2 %	1,219	55.2 %
Africa & Middle East	400	388	469							0.3 %	N.A.	N.A.
Asia	709	849	801							0.5 %	N.A.	N.A.
Europe	1,296	1,081	886							0.8 %	N.A.	N.A.
Latin America & Caribbean	1,023	999	993							0.6 %	N.A.	N.A.
<b>Total Gross Loans and Acceptances</b>	<b>152,659</b>	<b>150,717</b>	<b>151,545</b>	<b>147,643</b>	<b>147,891</b>	<b>145,578</b>	<b>146,714</b>	<b>145,754</b>	<b>147,529</b>	<b>100.0 %</b>	<b>4,768</b>	<b>3.2 %</b>

**Net Loans and Acceptances**

Canada	103,442	99,354	98,593	98,859	96,474	94,656	93,764	96,070	95,329	68.6 %	6,968	7.2 %
United States	45,166	47,423	49,148	45,604	48,333	48,163	50,285	46,758	48,698	30.0 %	(3,167)	(6.6)%
Other Countries	3,296	3,173	3,035	2,480	2,169	1,916	1,896	2,445	3,026	2.2 %	1,127	52.0 %
Africa & Middle East	400	388	467							0.3 %	N.A.	N.A.
Asia	690	828	778							0.5 %	N.A.	N.A.
Europe	1,219	983	822							0.8 %	N.A.	N.A.
Latin America & Caribbean	987	974	968							0.6 %	N.A.	N.A.
<b>Total Loans and Acceptances, net of specific allowances</b>	<b>151,904</b>	<b>149,950</b>	<b>150,776</b>	<b>146,943</b>	<b>146,976</b>	<b>144,735</b>	<b>145,945</b>	<b>145,273</b>	<b>147,053</b>	<b>100.8 %</b>	<b>4,928</b>	<b>3.4 %</b>
<b>General Allowance</b>												
Canada	(800)	(800)	(800)	(855)	(855)	(855)	(855)	(930)	(930)	(0.5)%	55	6.4 %
United States	(380)	(380)	(380)	(325)	(325)	(325)	(325)	(250)	(250)	(0.3)%	(55)	(16.9)%
<b>Total Net Loans and Acceptances</b>	<b>150,724</b>	<b>148,770</b>	<b>149,596</b>	<b>145,763</b>	<b>145,796</b>	<b>143,555</b>	<b>144,765</b>	<b>144,093</b>	<b>145,873</b>	<b>100.0 %</b>	<b>4,928</b>	<b>3.4 %</b>

**Net Impaired Loans and Acceptances**

Canada	497	493	536	571	659	522	534	721	539
United States	905	894	918	756	542	806	694	611	614
Other Countries	155	128	114	30	34	22	17	23	24
Africa & Middle East	-	-	-						
Asia	2	7	20						
Europe	93	61	68						
Latin America & Caribbean	60	60	26						
<b>Total Impaired Loans and Acceptances, net of specific allowances</b>	<b>1,557</b>	<b>1,515</b>	<b>1,568</b>	<b>1,357</b>	<b>1,235</b>	<b>1,350</b>	<b>1,245</b>	<b>1,355</b>	<b>1,177</b>
<b>General Allowance</b>									
Canada	(800)	(800)	(800)	(855)	(855)	(855)	(855)	(930)	(930)
United States	(380)	(380)	(380)	(325)	(325)	(325)	(325)	(250)	(250)
<b>Total Net Impaired Loans and Acceptances</b>	<b>377</b>	<b>335</b>	<b>388</b>	<b>177</b>	<b>55</b>	<b>170</b>	<b>65</b>	<b>175</b>	<b>(3)</b>

**Gross Loans and Acceptances in  
Canada by Province**

Atlantic Provinces	5,761	5,639	5,785	5,243	5,105	4,721	4,654	4,655	4,516	5.6 %	656	12.9 %
Quebec	14,713	15,172	14,454	14,366	14,295	13,781	13,836	13,544	13,196	14.2 %	418	2.9 %
Ontario	55,108	51,103	51,212	51,209	50,050	50,254	49,758	51,616	51,614	53.1 %	5,058	10.1 %
Prairie Provinces	12,966	12,813	12,812	14,051	13,553	13,297	13,398	13,511	13,558	12.5 %	(587)	(4.3)%
British Columbia and Territories	15,192	14,927	14,646	14,288	13,942	13,096	12,529	12,985	12,668	14.6 %	1,250	9.0 %
<b>Total Gross Loans and Acceptances</b>	<b>103,740</b>	<b>99,654</b>	<b>98,909</b>	<b>99,157</b>	<b>96,945</b>	<b>95,149</b>	<b>94,175</b>	<b>96,311</b>	<b>95,552</b>	<b>100.0 %</b>	<b>6,795</b>	<b>7.0 %</b>

**Net Loans and Acceptances in Canada  
by Province**

Atlantic Provinces	5,744	5,622	5,767	5,232	5,096	4,711	4,644	4,646	4,508	5.6 %	648	12.7 %
Quebec	14,671	15,126	14,409	14,225	14,165	13,648	13,685	13,486	13,130	14.3 %	506	3.6 %
Ontario	54,950	50,950	51,045	51,107	49,766	49,951	49,554	51,496	51,518	53.5 %	5,184	10.4 %
Prairie Provinces	12,929	12,774	12,772	14,018	13,518	13,263	13,365	13,471	13,518	12.6 %	(589)	(4.4)%
British Columbia and Territories	15,148	14,882	14,600	14,277	13,929	13,083	12,516	12,971	12,655	14.8 %	1,219	8.8 %
<b>Total Loans and Acceptances, net of specific allowances</b>	<b>103,442</b>	<b>99,354</b>	<b>98,593</b>	<b>98,859</b>	<b>96,474</b>	<b>94,656</b>	<b>93,764</b>	<b>96,070</b>	<b>95,329</b>	<b>100.8 %</b>	<b>6,968</b>	<b>7.2 %</b>
<b>General Allowance</b>												
Canada	(800)	(800)	(800)	(855)	(855)	(855)	(855)	(930)	(930)	(0.8)%	(55)	(6.4)%
<b>Total Net Loans and Acceptances</b>	<b>102,642</b>	<b>98,554</b>	<b>97,793</b>	<b>98,004</b>	<b>95,619</b>	<b>93,801</b>	<b>92,909</b>	<b>95,140</b>	<b>94,399</b>	<b>100.0 %</b>	<b>7,023</b>	<b>7.3 %</b>

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

**CHANGES IN ALLOWANCES  
FOR CREDIT LOSSES**

	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
(\$ millions except as noted)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001
Balance at beginning of period	1,947	1,949	1,880	2,097	2,023	1,949	1,661	1,656	1,554	1,949	1,949	1,949	1,597
Provision for credit losses	120	150	160	160	320	180	546	117	217	270	500	820	980
Recoveries	28	17	17	19	17	15	10	12	7	45	32	68	40
Write-offs	(102)	(152)	(96)	(405)	(263)	(120)	(287)	(132)	(133)	(254)	(383)	(884)	(698)
Other, including foreign exchange rate changes	(52)	(17)	(12)	9	-	(1)	19	8	11	(69)	(1)	(4)	30
Allowances at end of period	1,941	1,947	1,949	1,880	2,097	2,023	1,949	1,661	1,656	1,941	2,097	1,949	1,949

**Allocation of Recoveries by Market**

Consumer	8	11	7	8	7	8	6	7	6	19	15	30	25
Commercial and Corporate	20	6	10	11	10	7	4	5	1	26	17	38	15

**Allocation of Write-offs by Market**

Consumer	42	44	39	44	43	50	38	41	44	86	93	176	157
Commercial and Corporate	60	108	57	361	220	70	249	91	89	168	290	708	541

**CHANGES IN IMPAIRED LOANS  
AND ACCEPTANCES**

	2003	2003	2002	2002	2002	2002	2001	2001	2001	YTD	YTD	Fiscal	Fiscal
(\$ millions)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2003	2002	2002	2001
<b>Total Impaired Loans and Acceptances</b>													
GIL, Beginning of Period	2,282	2,337	2,057	2,150	2,193	2,014	1,836	1,653	1,702	2,337	2,014	2,014	1,501
Additions to impaired loans & acceptances	350	307	462	522	544	417	606	456	481	657	961	1,945	2,041
Reductions in impaired loans & acceptances <sup>(1)</sup>	(218)	(210)	(86)	(210)	(324)	(118)	(141)	(141)	(397)	(428)	(442)	(738)	(830)
Net new additions (reductions)	132	97	376	312	220	299	465	315	84	229	519	1,207	1,211
Write-offs	(102)	(152)	(96)	(405)	(263)	(120)	(287)	(132)	(133)	(254)	(383)	(884)	(698)
GIL, End of Period	2,312	2,282	2,337	2,057	2,150	2,193	2,014	1,836	1,653	2,312	2,150	2,337	2,014
ACL <sup>(2)</sup> , Beginning of Period	1,947	1,949	1,880	2,095	2,023	1,949	1,661	1,656	1,554	1,949	1,949	1,949	1,597
Increases - specific allowance	90	150	165	190	335	194	575	137	135	240	529	884	950
Increases - general allowance	-	-	-	-	-	-	-	-	100	-	-	-	100
Write - offs	(102)	(152)	(96)	(405)	(263)	(120)	(287)	(132)	(133)	(254)	(383)	(884)	(698)
ACL <sup>(2)</sup> , End of Period	1,935	1,947	1,949	1,880	2,095	2,023	1,949	1,661	1,656	1,935	2,095	1,949	1,949
NIL, Beginning of Period	335	388	177	55	170	65	175	(3)	148	388	65	65	(96)
Change in gross impaired loans	30	(55)	280	(93)	(43)	179	178	183	(49)	(25)	136	323	513
Change in allowance for credit losses	12	2	(69)	215	(72)	(74)	(288)	(5)	(102)	14	(146)	-	(352)
NIL, End of Period	377	335	388	177	55	170	65	175	(3)	377	55	388	65

(1) Loans and acceptances returning to performing status, sales and repayments.

(2) Excludes ACL for off-balance sheet exposure in excess of impaired loans.

**EARNINGS VOLATILITY (After tax)**

(\$ millions)	Trading and Underwriting							Structural	Total	
	Mark to Market						Accrual			
	Equities	Commodities	Interest Rate	Credit Spread	Foreign Exchange	Correlation	Total Mark to Market	Money Market		
April 30, 2003	2.6	0.7	5.6	3.0	2.7	(2.8)	11.8	13.5	19.0	44.3
January 31, 2003	2.2	0.6	4.2	3.2	2.8	(2.9)	10.1	10.4	21.0	41.5
October 31, 2002	3.8	0.6	4.3	1.2	2.2	(3.0)	9.1	10.8	21.0	40.9
July 31, 2002	1.4	1.8	4.1	2.0	1.6	(1.8)	9.1	8.8	24.5	42.4
April 30, 2002	2.7	1.6	3.1	2.0	2.5	(1.8)	10.1	9.4	22.5	42.0

**MARKET VALUE EXPOSURE (After tax)**

(\$ millions)	Trading and Underwriting							Structural	Total	
	Mark to Market						Accrual			
	Equities	Commodities	Interest Rate	Credit Spread	Foreign Exchange	Correlation	Total Mark to Market	Money Market		
April 30, 2003	2.6	0.7	5.6	3.0	2.7	(2.8)	11.8	3.5	327.0	342.3
January 31, 2003	2.2	0.6	4.2	3.2	2.8	(2.9)	10.1	3.3	329.2	342.6
October 31, 2002	3.8	0.6	4.3	1.2	2.2	(3.0)	9.1	5.5	282.5	297.1
July 31, 2002	1.4	1.8	4.1	2.0	1.6	(1.8)	9.1	4.9	321.9	335.9
April 30, 2002	2.7	1.6	3.1	2.0	2.5	(1.8)	10.1	7.1	247.5	264.7

**Earnings Volatility and Market Value Exposure**

"Earnings Volatility and Market Value Exposure" are the impact on twelve month earnings and economic value, respectively, of a one time change in market rates/prices applied to our positions at the period end. Calculations are based upon the estimated maximum adverse rates/price change that can occur within the time period required to neutralize the risks in a portfolio. Calculations are also based upon a statistical analysis of history using a 99% confidence level, and do not reflect the effect of actions which the bank may take to reduce risk.

All measures are as at end of day for the reported date.

Mark to market portfolios are all trading and underwriting portfolios where accounting rules mandate mark to market treatment.

Money market/accrual portfolios comprise bank placements and acceptances, repos and reverse repos, international loans and certain investment securities. While categorized as trading and underwriting, these portfolios are accounted for using accrual accounting rules under GAAP.

Structural portfolios are CAD/U.S. retail and commercial and Canada Corporate instruments and securitization structures. Risk positions include asset/liability interest rate mismatches and embedded options and foreign exchange transaction risk affecting net income.

Beginning in Fiscal 2003, structural earnings volatility and structural market value exposure measures include the benefit of correlation. Historical results have been restated accordingly.

The total bank earnings volatility and market value exposure measures are conservative as they do not include the benefit of correlation between the mark to market, money market/accrual, and structural portfolios.

Interest rate risk is the primary driver of market risk in the money market/accrual and structural positions.



**INTEREST RATE GAP POSITION**
**As at April 30, 2003**

(\$ millions)

	0 to 3 months	4 to 6 months	7 to 12 months	Total within 1 year	1 to 5 years	Over 5 years	Non- interest sensitive	Total
Canadian Dollars								
Assets	104,618	4,721	6,867	116,206	28,604	3,609	5,768	154,187
Liabilities	84,273	3,308	7,236	94,817	40,734	2,288	16,348	154,187
Off-Balance Sheet	(23,191)	1,590	3,247	(18,354)	18,354	-	-	-
Gap - April 30, 2003	(2,846)	3,003	2,878	3,035	6,224	1,321	(10,580)	-
Gap - January 31, 2003	(795)	898	3,293	3,396	5,858	1,298	(10,552)	-
Gap - October 31, 2002	441	71	1,048	1,560	7,399	1,418	(10,377)	-
Gap - July 31, 2002	3,141	170	(2,646)	665	7,607	1,952	(10,224)	-
Gap - April 30, 2002	1,620	1,781	(1,935)	1,466	6,486	2,001	(9,953)	-
U.S. Dollar and Other Currencies								
Assets	58,582	5,402	5,883	69,867	20,971	3,454	9,449	103,741
Liabilities	70,266	5,524	5,649	81,439	8,054	5,031	9,217	103,741
Off-Balance Sheet	1,781	(54)	(537)	1,190	(1,138)	(52)	-	-
Gap - April 30, 2003	(9,903)	(176)	(303)	(10,382)	11,779	(1,629)	232	-
Gap - January 31, 2003	(8,475)	2,692	(2,155)	(7,938)	8,427	(1,276)	787	-
Gap - October 31, 2002	(8,036)	2,442	(1,242)	(6,836)	8,536	(1,816)	116	-
Gap - July 31, 2002	(5,068)	642	(567)	(4,993)	5,956	(1,103)	140	-
Gap - April 30, 2002	(7,637)	3,945	(1,161)	(4,853)	4,158	424	271	-

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

- Interest bearing, non-maturity deposits on which interest rates have historically moved in reference to a specific interest rate basis, such as prime, and which are above the minimum interest committed are reported as interest sensitive in the 0-3 month category. Such deposits may be sensitive to declining interest rates only to the extent of the minimum interest rate committed. When they no longer demonstrate correlation with market interest rate movements, they are recorded in time periods based on expected balance behavior.
- Term Deposits and Investment Certificates are reported at scheduled maturity with estimated redemptions based upon expected behavior.
- Fixed rate non-maturity and non-interest bearing non-maturity liabilities are reported based upon expected account balance behavior.

**Capital**

- Shareholders' equity is reported as non-interest sensitive.

**Gap Position Major Assumptions - Assets**

- Fixed term assets such as residential mortgage loans and consumer loans are reported based upon the scheduled repayments and estimated prepayments based upon historical behavior.
- Trading and Underwriting (MIM) assets are reported in 0-3 months category.
- Fixed rate, non-maturity assets and non-interest bearing non-maturity assets are reported based upon expected account behaviour.

INTEREST RATE RISK SENSITIVITY (After tax) (\$ millions)	100 Basis Point Increase								100 Basis Point Decrease							
	Earnings Sensitivity				Economic Value Sensitivity				Earnings Sensitivity				Economic Value Sensitivity			
	Money				Money				Money				Money			
	Structural	Accrual	Market	Mark to Total	Structural	Accrual	Market	Mark to Total	Structural	Accrual	Market	Mark to Total	Structural	Accrual	Market	Mark to Total
April 30, 2003	14.8	(37.0)	(13.3)	(35.5)	(188.9)	(43.4)	(13.3)	(245.6)	(18.1)	37.0	18.3	37.2	146.7	43.4	18.2	208.3
January 31, 2003	9.9	(38.7)	2.7	(26.1)	(190.4)	(33.0)	2.7	(220.7)	(12.0)	38.7	25.2	51.9	152.5	33.0	25.2	210.7
October 31, 2002	1.1	(42.8)	(11.2)	(52.9)	(152.7)	(55.4)	(11.2)	(219.3)	(0.1)	42.8	27.2	69.9	123.8	55.4	27.2	206.4
July 31, 2002	8.3	(35.2)	(28.1)	(55.0)	(116.0)	(46.5)	(28.1)	(190.6)	(14.6)	35.2	42.2	62.8	66.1	46.5	42.2	154.8
April 30, 2002	2.6	(37.6)	(6.6)	(41.6)	(141.8)	(61.5)	(6.6)	(209.9)	(6.2)	37.5	19.6	50.9	93.0	54.1	19.6	166.7

INTEREST RATE RISK SENSITIVITY (After tax) (\$ millions)	200 Basis Point Increase								200 Basis Point Decrease							
	Earnings Sensitivity				Economic Value Sensitivity				Earnings Sensitivity				Economic Value Sensitivity			
	Money				Money				Money				Money			
	Structural	Accrual	Market	Mark to Total	Structural	Accrual	Market	Mark to Total	Structural	Accrual	Market	Mark to Total	Structural	Accrual	Market	Mark to Total
April 30, 2003	22.7	(73.9)	(21.9)	(73.1)	(405.7)	(86.8)	(21.9)	(514.4)	(99.7)	43.9	36.0	(19.8)	74.8	50.9	36.0	161.7
January 31, 2003	11.2	(77.4)	3.5	(62.7)	(406.9)	(66.0)	3.5	(469.4)	(117.3)	77.4	28.9	(11.0)	111.2	66.0	28.9	206.1
October 31, 2002	(3.9)	(85.6)	(18.5)	(108.0)	(354.1)	(110.9)	(18.5)	(483.5)	(70.7)	85.6	14.8	29.7	180.0	110.8	14.8	305.6
July 31, 2002	10.0	(70.4)	(20.7)	(81.1)	(237.2)	(93.0)	(20.7)	(350.9)	(88.5)	70.4	74.6	56.5	(55.5)	93.0	74.6	112.1
April 30, 2002	(10.0)	(75.2)	(33.2)	(118.4)	(278.5)	(123.0)	(33.2)	(434.7)	(97.2)	75.0	52.2	30.0	44.2	108.2	52.2	204.6

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

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

All measures are as at end of day for the reported date.

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

Structural portfolios are CAD/U.S. retail and commercial and Canada corporate instruments and securitization structures. For these portfolios, calculations include the impact of minimum rates on deposits and the expected impact of customer behavior on embedded options and balances.

Earnings sensitivity and economic value sensitivity for money market/accrual and mark to market portfolios are for major currency, interest rate exposures only.

Money market/accrual exposures are bank placements and acceptances, repos and reverse repos, international loans and certain investment securities.

While categorized as trading and underwriting, these portfolios are accounted for using accrual accounting rules under GAAP.

Mark to market portfolios are all trading and underwriting portfolios where accounting rules mandate mark to market treatment.

**LIQUID ASSETS AND DEPOSITS**

(\$ millions except as noted)

	2003	2003	2002	2002	2002	2002	2001	2001	2001	MIX	INC(DEC)
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q2	VS LAST YEAR
<b>Liquid Assets</b>											
<b>Canadian Dollar Liquid Assets</b>											
Deposits with other banks	1,402	1,337	1,892	2,322	2,433	2,275	1,535	1,738	1,565	2.1 %	(1,031) (42.4)%
Other cash resources	900	1,117	2,178	1,083	1,064	1,109	1,296	992	634	1.3 %	(164) (15.4)%
Securities	24,975	25,366	23,471	24,910	25,611	21,033	16,398	19,994	21,776	36.8 %	(636) (2.5)%
<b>Total</b>	<b>27,277</b>	<b>27,820</b>	<b>27,541</b>	<b>28,315</b>	<b>29,108</b>	<b>24,417</b>	<b>19,229</b>	<b>22,724</b>	<b>23,975</b>	<b>40.2 %</b>	<b>(1,831) (6.3)%</b>
<b>U.S. Dollar and Other Currency Liquid Assets</b>											
Deposits with other banks	12,565	11,896	14,445	13,007	14,045	14,649	13,431	14,285	15,752	18.5 %	(1,480) (10.5)%
Other cash resources	575	470	790	139	435	843	1,394	340	1,108	0.8 %	140 32.2 %
Securities	27,406	24,409	20,244	19,023	18,861	20,470	21,278	21,640	21,142	40.5 %	8,545 45.3 %
<b>Total</b>	<b>40,546</b>	<b>36,775</b>	<b>35,479</b>	<b>32,169</b>	<b>33,341</b>	<b>35,962</b>	<b>36,103</b>	<b>36,265</b>	<b>38,002</b>	<b>59.8 %</b>	<b>7,205 21.6 %</b>
<b>Total Liquid Assets (1)</b>	<b>67,823</b>	<b>64,595</b>	<b>63,020</b>	<b>60,484</b>	<b>62,449</b>	<b>60,379</b>	<b>55,332</b>	<b>58,989</b>	<b>61,977</b>	<b>100.0 %</b>	<b>5,374 8.6 %</b>
Cash and securities-to-total assets ratio	26.3 %	25.4 %	24.9 %	24.2 %	26.0 %	25.2 %	23.1 %	25.6 %	26.4 %		28 BP
Pledged liquid assets (2)	20,870	20,261	18,859	16,003	18,048	18,000	16,106	19,207	16,721	53.2 %	2,822 15.6 %
Pledged other assets	18,334	18,953	18,816	17,454	15,424	15,183	17,600	16,858	25,031	46.8 %	2,910 18.9 %
<b>Total Pledged Assets</b>	<b>39,204</b>	<b>39,214</b>	<b>37,675</b>	<b>33,457</b>	<b>33,472</b>	<b>33,183</b>	<b>33,706</b>	<b>36,065</b>	<b>41,752</b>	<b>100.0 %</b>	<b>5,732 17.1 %</b>

(1) Includes liquid assets pledged as security for securities sold but not yet purchased, securities sold under repurchase agreements and other secured liabilities.

(2) Includes reserves or minimum balances which some of our subsidiaries are required to maintain with central banks in their respective countries of operation.

**Deposits**

<b>Canadian Dollar Deposits</b>											
Banks	1,766	1,587	1,398	1,831	1,155	1,824	1,839	1,479	1,764	1.1 %	611 52.9 %
Businesses and governments	35,973	33,993	35,318	34,317	38,608	32,449	31,073	31,979	31,170	21.7 %	(2,635) (6.8)%
Individuals	55,786	55,205	54,227	53,105	50,154	49,151	47,957	46,608	47,125	33.7 %	5,632 11.2 %
<b>Total</b>	<b>93,525</b>	<b>90,785</b>	<b>90,943</b>	<b>89,253</b>	<b>89,917</b>	<b>83,424</b>	<b>80,869</b>	<b>80,066</b>	<b>80,059</b>	<b>56.5 %</b>	<b>3,608 4.0 %</b>
<b>U.S. Dollar and Other Currency Deposits</b>											
Banks	21,125	16,263	13,875	15,061	16,632	18,198	18,700	17,709	20,240	12.8 %	4,493 27.0 %
Businesses and governments	30,716	34,710	36,093	33,975	33,334	32,459	35,059	33,856	35,798	18.6 %	(2,618) (7.9)%
Individuals	20,069	20,897	20,927	20,911	20,476	20,677	19,662	19,372	18,318	12.1 %	(407) (2.0)%
<b>Total</b>	<b>71,910</b>	<b>71,870</b>	<b>70,895</b>	<b>69,947</b>	<b>70,442</b>	<b>71,334</b>	<b>73,421</b>	<b>70,937</b>	<b>74,356</b>	<b>43.5 %</b>	<b>1,468 2.1 %</b>
<b>Total Deposits</b>	<b>165,435</b>	<b>162,655</b>	<b>161,838</b>	<b>159,200</b>	<b>160,359</b>	<b>154,758</b>	<b>154,290</b>	<b>151,003</b>	<b>154,415</b>	<b>100.0 %</b>	<b>5,076 3.2 %</b>
Core deposits (3)	96,721	97,043	96,534	94,350	94,107	94,217	92,501	88,392	87,932		
Core deposits-to-total deposits ratio	58.5 %	59.7 %	59.6 %	59.3 %	58.7 %	60.9 %	60.0 %	58.5 %	56.9 %		

(3) Core deposits are equal to total deposits less fixed-date deposits greater than 100,000 units of any currency.