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## **SUPPLEMENTARY FINANCIAL INFORMATION**

FOR THE QUARTER ENDED  
APRIL 30 • 06

**BMO**  **Financial Group**

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

**Restatement of Prior Periods****Changes**

Periodically, certain business lines or units within business lines are transferred between client groups to more closely align BMO's organizational structure and its strategic priorities. All comparative figures are reclassified to reflect these transfers.

**Use of this Document**

Information in this document is supplementary to the Bank's second quarter Press Release, MD&A, Financial Statements, and the 2005 Annual Report and should be read in conjunction with those documents.

Additional financial information is also available throughout the slide presentations for the Strategic Update, Financial Review and Risk Review, as well as the Conference Call Webcast. These can be accessed at our website at [www.bmo.com/investorrelations](http://www.bmo.com/investorrelations). This report is unaudited and all amounts are in millions of Canadian dollars, unless indicated otherwise.

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

Refer to the "GAAP and Related Non-GAAP Measures used in the MD&A" section of the "Financial Performance Review" included in the Management's Discussion and Analysis for an explanation of cash results, reporting on a taxable equivalent basis (teb) and net economic profit. Securities regulators require that companies caution readers that earnings and other measures adjusted to a basis other than generally accepted accounting principles (GAAP) do not have standardized meanings under GAAP and are unlikely to be comparable to similar measures used by other companies.

**Changes in Accounting Policies**

Effective November 1, 2004 we adopted new accounting requirements of the Canadian Institute of Chartered Accountants. Refer to Note 2 of the Consolidated Financial Statements.

**Variable Interest Entities**

On November 1, 2004, we adopted the Canadian Institute of Chartered Accountant's ("CICA") new accounting requirements on the consolidation of variable interest entities ("VIEs"). As a result, we consolidated our customer securitization vehicles as of November 1, 2004. The impact on our Consolidated Balance Sheet on November 1, 2004, was an increase in other assets of \$21,160 million, a decrease in derivative financial instrument assets of \$67 million, an increase in other liabilities of \$21,150 million, a decrease in derivative financial instrument liabilities of \$15 million and a decrease in opening retained earnings of \$42 million.

The impact on opening retained earnings arose because interest rate swaps held by our VIEs to hedge their exposure to interest rate risk did not qualify for hedge accounting prior to consolidation. Since the new rules required us to reflect the results of the consolidated VIEs as if they had always been consolidated, without restatement of prior periods, the amount of mark to market losses prior to November 1, 2004 was recognized through our opening retained earnings. These derivatives qualified for hedge accounting while the VIEs were consolidated.

On April 29, 2005, we completed the restructuring of our customer securitization VIEs and as a result they no longer met the criteria for consolidation. The impact on the Consolidated Statement of Income of deconsolidating these entities on April 29, 2005, was an increase in non-interest revenue, other, of \$44 million, an increase in income taxes of \$7 million and an increase in net income of \$37 million, representing the reversal of the unamortized mark to market losses on swaps that had been charged against retained earnings.

Our involvement with these and other VIEs is summarized in Note 8 to our consolidated financial statements for the year ended October 31, 2005, as set out on pages 105 and 106 of our 2005 Annual Report.

For information on future accounting changes, please see the section of our second quarter Press Release entitled "Future Accounting Changes."

**FINANCIAL HIGHLIGHTS**

(\$ millions except as noted)

	2006	2006	2005	2005	2005	2005	2004	2004	2004	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2006	2005	2005	2004

**Income Statement Information**

Total revenues (teb)	2,503	2,512	2,650	2,441	2,428	2,439	2,279	2,393	2,445	5,015	4,867	9,958	9,488
Provision for credit losses (PCL)	66	52	57	73	6	43	(13)	(110)	5	118	49	179	(103)
Non-interest expense	1,571	1,545	1,636	1,579	1,579	1,533	1,493	1,538	1,565	3,116	3,112	6,327	6,157
Net income	644	630	657	541	600	602	551	643	591	1,274	1,202	2,400	2,306
Net economic profit	295	278	321	212	296	291	244	339	302	573	587	1,120	1,123

**Total revenues per Consolidated**

Statement of Income	2,473	2,481	2,620	2,411	2,397	2,411	2,249	2,361	2,406	4,954	4,808	9,839	9,349
Total revenues (teb)	2,503	2,512	2,650	2,441	2,428	2,439	2,279	2,393	2,445	5,015	4,867	9,958	9,488
Provision for income taxes per Consolidated Statement of Income	173	235	254	204	198	219	213	286	241	408	417	875	972
Provision for income taxes (teb)	203	266	284	234	229	247	243	318	280	469	476	994	1,111
Taxable equivalent basis (teb) adjustment	30	31	30	30	31	28	30	32	39	61	59	119	139

**Profitability Measures**

Basic earnings per share	\$1.27	\$1.24	\$1.30	\$1.07	\$1.19	\$1.18	\$1.08	\$1.27	\$1.16	\$2.51	\$2.37	\$4.74	\$4.53
Diluted earnings per share	\$1.24	\$1.22	\$1.27	\$1.05	\$1.16	\$1.16	\$1.06	\$1.24	\$1.12	\$2.46	\$2.32	\$4.64	\$4.42
Return on equity	19.1 %	18.5 %	19.8 %	16.5 %	19.5 %	19.4 %	17.8 %	21.0 %	20.4 %	18.8 %	19.5 %	18.8 %	19.4 %
Return on average assets	0.84 %	0.82 %	0.85 %	0.72 %	0.79 %	0.81 %	0.83 %	0.95 %	0.87 %	0.83 %	0.80 %	0.79 %	0.85 %
Return on average risk-weighted assets	1.69 %	1.61 %	1.72 %	1.42 %	1.68 %	1.71 %	1.58 %	1.84 %	1.78 %	1.66 %	1.69 %	1.63 %	1.70 %
Non-interest expense-to-revenue ratio	63.5 %	62.3 %	62.4 %	65.5 %	65.9 %	63.6 %	66.4 %	65.2 %	65.0 %	62.9 %	64.7 %	64.3 %	65.9 %
Non-interest expense-to-revenue ratio (teb)	62.7 %	61.5 %	61.7 %	64.7 %	65.0 %	62.9 %	65.5 %	64.3 %	64.0 %	62.1 %	63.9 %	63.5 %	64.9 %
Net interest margin													
on average assets	1.45 %	1.54 %	1.54 %	1.61 %	1.56 %	1.61 %	1.77 %	1.82 %	1.70 %	1.49 %	1.58 %	1.58 %	1.78 %
on average earning assets	1.77 %	1.85 %	1.90 %	1.91 %	1.98 %	2.08 %	2.09 %	2.13 %	2.05 %	1.81 %	2.03 %	1.97 %	2.12 %
Net interest margin (teb)													
on average assets	1.49 %	1.58 %	1.58 %	1.65 %	1.60 %	1.64 %	1.82 %	1.87 %	1.75 %	1.53 %	1.62 %	1.62 %	1.83 %
on average earning assets	1.81 %	1.90 %	1.95 %	1.96 %	2.04 %	2.12 %	2.15 %	2.19 %	2.12 %	1.86 %	2.08 %	2.01 %	2.18 %
PCL-to-average net loans and acceptances	0.14 %	0.12 %	0.13 %	0.17 %	0.01 %	0.11 %	(0.03)%	(0.28)%	0.01 %	0.13 %	0.06 %	0.11 %	(0.07)%
Effective tax rate	20.78 %	26.53 %	27.43 %	26.85 %	24.38 %	26.23 %	27.79 %	30.64 %	28.83 %	23.73 %	25.32 %	26.26 %	29.49 %
Effective tax rate (teb)	23.53 %	29.02 %	29.73 %	29.58 %	27.20 %	28.62 %	30.57 %	32.89 %	32.00 %	26.35 %	27.92 %	28.80 %	32.35 %

**Balance Sheet Information**

Total assets	312,410	305,765	297,532	290,389	292,356	294,094	265,194	261,944	273,056	312,410	292,356	297,532	265,194
Average assets	314,086	305,177	306,636	299,270	310,862	296,154	264,087	270,361	276,753	309,558	303,386	303,160	269,792
Average earning assets	258,463	253,210	249,131	251,820	244,040	229,130	223,617	231,286	229,183	255,793	236,461	243,526	226,092
Average common shareholders' equity	13,677	13,382	13,025	12,816	12,434	12,158	12,150	12,003	11,592	13,527	12,308	12,609	11,720
Gross impaired loans (GIL) and acceptances	771	745	804	932	1,052	1,089	1,119	1,303	1,503	771	1,052	804	1,119
Allowance for credit losses (ACL)	1,117	1,115	1,128	1,200	1,237	1,314	1,308	1,487	1,667	1,117	1,237	1,128	1,308

**Balance Sheet Measures**

Cash and securities-to-total assets ratio	25.1%	26.7%	26.2%	26.8%	27.6%	25.0%	25.8%	27.3%	29.2%	25.1%	27.6%	26.2%	25.8%
GIL-to-gross loans and acceptances	0.41%	0.41%	0.46%	0.54%	0.61%	0.67%	0.71%	0.82%	0.95%	0.41%	0.61%	0.46%	0.71%
GIL-to-equity and allowance for credit losses	4.57%	4.47%	4.91%	5.92%	6.77%	7.10%	7.47%	8.90%	10.28%	4.57%	6.77%	4.91%	7.47%
Tier 1 capital ratio	10.17%	10.38%	10.25%	9.39%	9.38%	9.72%	9.81%	9.44%	9.67%	10.17%	9.38%	10.25%	9.81%
Total capital ratio	11.72%	11.84%	11.76%	11.08%	11.30%	11.50%	11.31%	11.19%	11.53%	11.72%	11.30%	11.76%	11.31%

**Cash-Based Statistical Information**

Basic earnings per share	\$1.28	\$1.26	\$1.34	\$1.10	\$1.23	\$1.22	\$1.13	\$1.30	\$1.20	\$2.54	\$2.45	\$4.89	\$4.69
Diluted earnings per share	\$1.25	\$1.24	\$1.31	\$1.08	\$1.21	\$1.19	\$1.10	\$1.27	\$1.17	\$2.49	\$2.40	\$4.79	\$4.57
Return on equity	19.3%	18.7%	20.3%	17.1%	20.2%	20.0%	18.5%	21.7%	21.1%	19.0%	20.1%	19.4%	20.1%
Non-interest expense-to-revenue ratio (teb)	62.3%	61.1%	60.9%	63.8%	64.0%	61.9%	64.4%	63.2%	62.9%	61.7%	62.9%	62.6%	63.8%
Return on average assets	0.85%	0.83%	0.87%	0.74%	0.82%	0.83%	0.86%	0.98%	0.90%	0.84%	0.83%	0.82%	0.88%
Net income	653	639	674	558	621	621	570	664	610	1,292	1,242	2,474	2,384

**FINANCIAL HIGHLIGHTS**

(\$ millions except as noted)

	2006	2006	2005	2005	2005	2005	2004	2004	2004	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2006	2005	2005	2004
<b>Dividend Information</b>													
Dividends declared per share	\$0.53	\$0.49	\$0.49	\$0.46	\$0.46	\$0.44	\$0.44	\$0.40	\$0.40	\$1.02	\$0.90	\$1.85	\$1.59
Dividends paid per share	\$0.49	\$0.49	\$0.46	\$0.46	\$0.44	\$0.44	\$0.40	\$0.40	\$0.35	\$0.98	\$0.88	\$1.80	\$1.50
Common dividends	266	246	245	230	230	220	221	200	201	512	450	925	797
Preferred dividends	8	8	8	6	8	8	5	9	9	16	16	30	31
Dividend yield	3.28%	2.87%	3.39%	3.01%	3.25%	3.18%	3.06%	2.89%	3.08%	3.15%	3.18%	3.20%	2.76%
Dividend payout ratio	41.8%	39.6%	37.8%	43.1%	38.7%	37.1%	40.4%	31.6%	34.5%	40.7%	37.9%	39.0%	35.0%
<b>Share Information</b>													
Share price													
high	\$70.18	\$70.24	\$62.44	\$62.05	\$57.13	\$58.59	\$59.63	\$55.50	\$58.74	\$70.24	\$58.59	\$62.44	\$59.65
low	\$63.22	\$56.86	\$56.00	\$55.04	\$53.05	\$54.38	\$52.05	\$49.50	\$50.88	\$56.86	\$53.05	\$53.05	\$49.28
close	\$64.67	\$68.30	\$57.81	\$61.10	\$56.65	\$55.28	\$57.55	\$55.40	\$51.90	\$64.67	\$56.65	\$57.81	\$57.55
Book value per share													
Number of common shares outstanding (000's)	\$27.54	\$27.04	\$26.53	\$26.00	\$25.60	\$24.93	\$24.24	\$24.31	\$23.82	\$27.54	\$25.60	\$26.53	\$24.24
end of period	501,652	502,676	500,219	500,076	498,585	500,648	500,897	501,025	502,241	501,652	498,585	500,219	500,897
average basic	502,502	501,374	500,383	499,152	499,415	501,268	500,635	502,177	502,619	501,929	500,357	500,060	501,656
average diluted	512,743	511,600	510,378	509,384	510,237	512,941	513,355	514,800	516,430	512,146	511,611	510,736	515,045
Total market value of common shares	32,442	34,333	28,918	30,555	28,245	27,676	28,827	27,757	26,066	32,442	28,245	28,918	28,827
Market-to-book value ratio	2.35	2.53	2.18	2.35	2.21	2.22	2.37	2.28	2.18	2.35	2.21	2.18	2.37
Price-to-earnings multiple	13.5	14.5	12.5	13.8	12.3	12.1	13.0	12.8	12.8	13.5	12.3	12.5	13.0
Total shareholder return													
twelve month	17.7 %	27.5 %	3.7 %	13.8 %	12.6 %	(1.5)%	20.0 %	27.5 %	33.1 %	17.7 %	12.6 %	3.7 %	20.0 %
five-year average	16.4 %	14.2 %	13.8 %	17.4 %	19.6 %	21.8 %	18.9 %	18.7 %	14.8 %	16.4 %	19.6 %	13.8 %	18.9 %
<b>Growth-Based Statistical Information</b>													
Diluted earnings per share growth	6.9 %	5.2 %	19.8 %	(15.3)%	3.6 %	16.0 %	9.3 %	30.5 %	45.5 %	6.0 %	9.4 %	5.0 %	28.5 %
Diluted cash earnings per share growth	3.3 %	4.2 %	19.1 %	(15.0)%	3.4 %	15.5 %	10.0 %	28.3 %	44.4 %	3.8 %	9.1 %	4.8 %	27.3 %
Net economic profit growth	(0.2)%	(4.2)%	31.8 %	(37.4)%	(2.1)%	22.0 %	10.3 %	53.7 %	+100.0%	(2.2)%	8.5 %	(0.3)%	59.6 %
Revenue growth	3.1 %	2.9 %	16.5 %	2.1 %	(0.4)%	3.4 %	(3.9)%	3.8 %	12.7 %	3.0 %	1.5 %	5.2 %	3.9 %
Revenue growth (teb)	3.0 %	3.0 %	16.3 %	2.0 %	(0.7)%	2.9 %	(4.3)%	4.0 %	12.2 %	3.0 %	1.1 %	5.0 %	3.7 %
Non-interest expense growth	(0.5)%	0.8 %	9.6 %	2.6 %	0.9 %	(1.8)%	(3.4)%	3.6 %	5.4 %	0.1 %	(0.4)%	2.8 %	1.1 %
Net income growth	7.1 %	4.7 %	19.5 %	(16.0)%	1.6 %	15.4 %	9.5 %	30.6 %	48.1 %	5.9 %	8.1 %	4.1 %	29.4 %
<b>Other Statistical Information</b>													
Cost of equity													
Prime rate	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 %
average Canadian	5.41 %	4.92 %	4.43 %	4.25 %	4.25 %	4.25 %	3.93 %	3.75 %	4.04 %	5.17 %	4.25 %	4.30 %	4.05 %
average U.S.	7.59 %	7.14 %	6.59 %	6.08 %	5.61 %	5.11 %	4.58 %	4.09 %	4.00 %	7.37 %	5.36 %	5.85 %	4.17 %
Exchange rate													
as at Cdn/U.S. dollar	1.1180	1.1390	1.1812	1.2241	1.2585	1.2412	1.2180	1.3295	1.3721	1.1180	1.2585	1.1812	1.2180
average Cdn/U.S. dollar	1.1413	1.1562	1.1772	1.2350	1.2336	1.2100	1.2642	1.3423	1.3394	1.1489	1.2216	1.2138	1.3131
<b>Additional Bank Information</b>													
Number of full-time equivalent employees													
Canada	27,443	27,144	26,684	26,882	26,278	26,428	26,494	26,960	26,770	27,443	26,278	26,684	26,494
United States	6,685	6,581	6,901	7,003	7,080	6,842	6,900	6,994	6,802	6,685	7,080	6,901	6,900
Other	215	202	200	202	188	195	199	191	179	215	188	200	199
Total	34,343	33,927	33,785	34,087	33,546	33,465	33,593	34,145	33,751	34,343	33,546	33,785	33,593
Number of bank branches													
Canada	969	972	968	973	980	983	988	985	982	969	980	968	988
United States	213	212	208	204	204	203	182	177	168	213	204	208	182
Other	4	4	4	4	4	4	4	4	4	4	4	4	4
Total	1,186	1,188	1,180	1,181	1,188	1,190	1,174	1,166	1,154	1,186	1,188	1,180	1,174
Number of automated banking machines													
Canada	1,956	1,957	1,952	1,972	1,977	1,984	1,993	2,024	2,004	1,956	1,977	1,952	1,993
United States	543	549	539	532	543	544	479	452	430	543	543	539	479
Total	2,499	2,506	2,491	2,504	2,520	2,528	2,472	2,476	2,434	2,499	2,520	2,491	2,472
Credit rating													
Standard and Poor's	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-
Moody's	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3

**TOTAL BANK CONSOLIDATED  
SUMMARY INCOME STATEMENTS  
AND HIGHLIGHTS**



(\$ millions except as noted)

	2006	2006	2005	2005	2005	2005	2004	2004	2004	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2006	2005	2005	2004
Net interest income (teb) (1)	1,143	1,213	1,224	1,244	1,212	1,226	1,206	1,272	1,194	2,356	2,438	4,906	4,937
Non-interest revenue	1,360	1,299	1,426	1,197	1,216	1,213	1,073	1,121	1,251	2,659	2,429	5,052	4,551
Total revenues (teb)	2,503	2,512	2,650	2,441	2,428	2,439	2,279	2,393	2,445	5,015	4,867	9,958	9,488
Provision for credit losses	66	52	57	73	6	43	(13)	(110)	5	118	49	179	(103)
Net interest income and non-interest revenue (teb)	2,437	2,460	2,593	2,368	2,422	2,396	2,292	2,503	2,440	4,897	4,818	9,779	9,591
Non-interest expense	1,571	1,545	1,636	1,579	1,579	1,533	1,493	1,538	1,565	3,116	3,112	6,327	6,157
Income before taxes, non-controlling interest in subsidiaries and goodwill	866	915	957	789	843	863	799	965	875	1,781	1,706	3,452	3,434
Provision for income taxes (teb) (1)	203	266	284	234	229	247	243	318	280	469	476	994	1,111
Non-controlling interest in subsidiaries	19	19	16	14	14	14	5	4	4	38	28	58	17
Net income	644	630	657	541	600	602	551	643	591	1,274	1,202	2,400	2,306
Amortization of intangible assets, net of income tax	9	9	17	17	21	19	19	21	19	18	40	74	78
Cash net income	653	639	674	558	621	621	570	664	610	1,292	1,242	2,474	2,384

(1) Refer to page 2 for details of teb adjustment.

**U.S. Segment Information (Canadian GAAP / \$CAD equivalent)**

Net interest income (teb)	296	309	301	322	331	312	337	374	366	605	643	1,266	1,438
Non-interest revenue	319	314	386	298	326	334	244	311	366	633	660	1,344	1,200
Total revenues (teb)	615	623	687	620	657	646	581	685	732	1,238	1,303	2,610	2,638
Provision for credit losses	11	3	6	25	(15)	(2)	(1)	(122)	31	14	(17)	14	(46)
Net interest income and non-interest revenue (teb)	604	620	681	595	672	648	582	807	701	1,224	1,320	2,596	2,684
Non-interest expense	417	422	484	463	491	417	487	496	499	839	908	1,855	1,960
Income before taxes, non-controlling interest in subsidiaries and goodwill	187	198	197	132	181	231	95	311	202	385	412	741	724
Provision for income taxes (teb)	69	66	90	41	47	69	30	116	70	135	116	247	279
Non-controlling interest in subsidiaries	6	5	5	6	5	6	4	4	3	11	11	22	15
Net income	112	127	102	85	129	156	61	191	129	239	285	472	430
Cash net income	119	134	118	97	147	171	79	208	144	253	318	533	496
Average assets	77,501	79,539	83,321	72,409	75,576	71,219	64,002	68,665	72,397	78,537	73,361	75,632	68,744
Net interest margin (teb)	1.57%	1.54%	1.43%	1.76%	1.80%	1.74%	2.09%	2.17%	2.06%	1.55%	1.77%	1.67%	2.09%
Non-interest expense-to-revenue ratio (teb)	67.8%	67.7%	70.4%	74.6%	74.6%	64.6%	84.0%	72.4%	68.2%	67.8%	69.7%	71.0%	74.3%
Cash non-interest expense-to-revenue ratio (teb)	66.5%	66.3%	67.6%	71.3%	71.5%	61.4%	80.3%	68.9%	65.2%	66.4%	66.5%	67.9%	70.9%

**\$USD Equivalent (Canadian GAAP)**

Net interest income (teb)	260	267	256	261	269	257	266	279	273	527	526	1,043	1,094
Non-interest revenue	282	271	328	241	264	274	192	231	273	553	538	1,107	909
Total revenues (teb)	542	538	584	502	533	531	458	510	546	1,080	1,064	2,150	2,003
Provision for credit losses	10	2	5	21	(13)	(1)	(2)	(92)	24	12	(14)	12	(35)
Net interest income and non-interest revenue (teb)	532	536	579	481	546	532	460	602	522	1,068	1,078	2,138	2,038
Non-interest expense	366	365	411	375	397	345	386	369	373	731	742	1,528	1,494
Income before taxes, non-controlling interest in subsidiaries and goodwill	166	171	168	106	149	187	74	233	149	337	336	610	544
Provision for income taxes (teb)	62	57	77	33	39	56	22	88	51	119	95	205	209
Non-controlling interest in subsidiaries	4	5	4	5	4	5	3	3	3	9	9	18	12
Net income	100	109	87	68	106	126	49	142	95	209	232	387	323
Cash net income	105	116	99	79	119	140	62	156	107	221	259	437	374
Average assets	67,935	68,795	70,806	58,640	61,240	58,872	50,630	51,153	54,050	68,372	60,036	62,399	52,338

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

	2006	2006	2005	2005	2005	2005	2004	2004	2004	YTD	YTD	Fiscal	Fiscal
(\$ millions except as noted)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2006	2005	2005	2004
<b>Personal &amp; Commercial Client Group</b>													
Canada	237	243	241	256	224	242	222	224	167	480	466	963	816
United States	27	34	34	30	30	31	31	28	25	61	61	125	110
Other	22	23	30	21	39	21	14	16	14	45	60	111	56
<b>Total</b>	<b>286</b>	<b>300</b>	<b>305</b>	<b>307</b>	<b>293</b>	<b>294</b>	<b>267</b>	<b>268</b>	<b>206</b>	<b>586</b>	<b>587</b>	<b>1,199</b>	<b>982</b>
<b>Private Client Group</b>													
Canada	93	89	94	69	73	69	63	60	62	182	142	305	237
United States	1	4	12	(8)	3	3	(12)	(3)	(1)	5	6	10	(17)
Other	2	1	1	2	1	1	2	1	2	3	2	5	7
<b>Total</b>	<b>96</b>	<b>94</b>	<b>107</b>	<b>63</b>	<b>77</b>	<b>73</b>	<b>53</b>	<b>58</b>	<b>63</b>	<b>190</b>	<b>150</b>	<b>320</b>	<b>227</b>
<b>Investment Banking Group</b>													
Canada	151	126	159	96	94	85	138	101	101	277	179	434	444
United States	89	92	61	72	101	112	50	115	83	181	213	346	333
Other	5	10	6	16	11	40	2	14	22	15	51	73	54
<b>Total</b>	<b>245</b>	<b>228</b>	<b>226</b>	<b>184</b>	<b>206</b>	<b>237</b>	<b>190</b>	<b>230</b>	<b>206</b>	<b>473</b>	<b>443</b>	<b>853</b>	<b>831</b>
<b>Corporate Support, including Technology and Solutions</b>													
Canada	6	(4)	11	(31)	24	(28)	26	21	59	2	(4)	(24)	176
United States	(5)	(3)	(5)	(9)	(5)	10	(8)	51	22	(8)	5	(9)	4
Other	16	15	13	27	5	16	23	15	35	31	21	61	86
<b>Total</b>	<b>17</b>	<b>8</b>	<b>19</b>	<b>(13)</b>	<b>24</b>	<b>(2)</b>	<b>41</b>	<b>87</b>	<b>116</b>	<b>25</b>	<b>22</b>	<b>28</b>	<b>266</b>
<b>Total Consolidated</b>													
Canada	487	454	505	390	415	368	449	406	389	941	783	1,678	1,673
United States	112	127	102	85	129	156	61	191	129	239	285	472	430
Other	45	49	50	66	56	78	41	46	73	94	134	250	203
<b>Total</b>	<b>644</b>	<b>630</b>	<b>657</b>	<b>541</b>	<b>600</b>	<b>602</b>	<b>551</b>	<b>643</b>	<b>591</b>	<b>1,274</b>	<b>1,202</b>	<b>2,400</b>	<b>2,306</b>
U.S. to North America net income	18.7 %	21.9 %	16.8 %	17.9 %	23.8 %	29.7 %	12.1 %	32.0 %	24.9 %	20.2 %	26.7 %	21.9 %	20.5 %
Outside Canada to total net income	24.3 %	27.9 %	23.1 %	27.9 %	30.9 %	38.8 %	18.7 %	36.9 %	34.1 %	26.1 %	34.8 %	30.1 %	27.5 %
U.S. to total net income	17.4 %	20.2 %	15.5 %	15.7 %	21.6 %	25.9 %	11.2 %	29.7 %	21.8 %	18.8 %	23.7 %	19.7 %	18.7 %

**Net Income by Operating Group**
**Basis of Presentation**

The results of these operating groups are based on our internal financial reporting systems. The accounting policies used in these groups are generally consistent with those followed in the preparation of the consolidated financial statements as disclosed in Notes 1 and 2 to the unaudited interim consolidated financial statements for the quarter ended April 30, 2006.

Notable accounting measurement differences are the taxable equivalent basis adjustment and the provision for credit losses, as described below.

**Taxable Equivalent Basis**

We analyze net interest income on a taxable equivalent basis ("teb"). This basis includes an adjustment which increases GAAP revenues and the GAAP provision for income taxes by an amount that would raise revenues on certain tax-exempt securities to a level that would incur tax at the statutory rate.

**Provisions for Credit Losses**

Provisions for credit losses are generally allocated to each group based on expected losses for that group over an economic cycle. Differences between expected loss provisions and provisions required under GAAP are included in Corporate Support.

**Inter-Group Allocations**

Various estimates and allocation methodologies are used in the preparation of the operating groups' financial information. We allocate expenses directly related to earning revenue to the groups that earned the related revenue. Expenses not directly related to earning revenue, such as overhead expenses, are allocated to operating groups using allocation formulas applied on a consistent basis. Operating group net interest income reflects internal funding changes and credits on the groups' assets, liabilities and capital, at market rates, taking into account relevant terms and currency considerations. The offset of the net impact of these charges and credits is reflected in Corporate Support.

**Geographic Information**

We operate primarily in Canada and the United States but also have operations in the United Kingdom, Europe, the Caribbean and Asia, which are grouped in Other Countries. We allocate our results by geographic region based on the location of the unit responsible for managing the related assets, liabilities, revenues and expenses, except for the consolidated provision for credit losses, which is allocated based upon the country of ultimate risk.

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

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

	2006	2006	2005	2005	2005	2005	2004	2004	2004	YTD	YTD	Fiscal	Fiscal
(\$ millions except as noted)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2006	2005	2005	2004
Net interest income (teb)	887	911	925	906	857	873	859	864	814	1,798	1,730	3,561	3,352
Non-interest revenue	437	410	407	422	414	412	400	401	338	847	826	1,655	1,525
Total revenues (teb)	1,324	1,321	1,332	1,328	1,271	1,285	1,259	1,265	1,152	2,645	2,556	5,216	4,877
Provision for credit losses	86	86	74	75	76	74	74	76	74	172	150	299	299
Net interest and non-interest revenue (teb)	1,238	1,235	1,258	1,253	1,195	1,211	1,185	1,189	1,078	2,473	2,406	4,917	4,578
Non-interest expense	802	778	815	784	781	762	776	780	762	1,580	1,543	3,142	3,077
Income before taxes, and non-controlling interest in subsidiaries	436	457	443	469	414	449	409	409	316	893	863	1,775	1,501
Provision for income taxes (teb)	150	157	138	162	121	155	142	141	110	307	276	576	518
Non-controlling interest in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	1
Net income	286	300	305	307	293	294	267	268	206	586	587	1,199	982
Cash net income	294	308	312	317	302	302	276	277	214	602	604	1,233	1,015
Net economic profit	134	143	170	174	164	159	169	171	110	277	323	667	592
Cash return on equity	19.6 %	19.9 %	23.4 %	23.8 %	23.5 %	22.7 %	27.7 %	27.8 %	21.9 %	19.8 %	23.1 %	23.3 %	25.6 %
Net interest margin (teb)	2.68 %	2.71 %	2.81 %	2.79 %	2.79 %	2.82 %	2.81 %	2.89 %	2.87 %	2.70 %	2.81 %	2.80 %	2.86 %
Net interest margin on earning assets (teb)	2.80 %	2.83 %	2.93 %	2.92 %	2.92 %	2.94 %	2.92 %	3.00 %	2.99 %	2.82 %	2.93 %	2.93 %	2.98 %
Non-interest expense-to-revenue ratio (teb)	60.6 %	58.9 %	61.2 %	59.1 %	61.4 %	59.3 %	61.6 %	61.7 %	66.1 %	59.7 %	60.3 %	60.2 %	63.1 %
Cash non-interest expense-to-revenue ratio (teb)	59.9 %	58.2 %	60.4 %	58.3 %	60.6 %	58.5 %	60.8 %	60.9 %	65.3 %	59.0 %	59.5 %	59.4 %	62.3 %
Average common equity	6,007	6,003	5,203	5,192	5,184	5,184	3,912	3,913	3,912	6,005	5,184	5,191	3,912
Average assets	135,814	133,092	130,719	128,676	125,695	122,939	121,533	119,022	115,276	134,431	124,294	127,018	117,126
Average earning assets	129,984	127,515	125,097	123,133	120,205	117,731	117,015	114,524	110,672	128,729	118,947	121,552	112,576
Average current loans excl. securities purchased under resale agreements	128,369	125,709	123,019	120,954	118,016	115,855	115,006	112,746	109,388	127,017	116,917	119,473	111,052
Average loans and acceptances	130,395	127,640	124,894	122,837	119,722	117,458	116,619	114,399	111,057	128,995	118,571	121,240	112,693
Average deposits	61,562	62,180	61,851	62,461	60,595	59,872	59,806	59,661	56,990	61,876	60,228	61,200	58,210
Total as at risk-weighted assets	88,534	86,062	85,011	83,950	82,199	78,842	76,841	77,904	74,680	88,534	82,199	85,011	76,841
Assets under administration	12,287	11,460	11,415	10,906	11,082	10,727	10,955	10,834	10,722	12,287	11,082	11,415	10,955
Number of full-time equivalent employees	19,145	18,924	18,551	18,637	18,276	18,064	18,050	18,288	17,948	19,145	18,276	18,551	18,050
<b>U.S. Segment Information (Canadian GAAP / \$CAD equivalent)</b>													
Net interest income (teb)	187	185	184	189	185	174	174	176	167	372	359	732	678
Non-interest revenue	40	40	40	40	43	42	44	45	42	80	85	165	175
Total revenues (teb)	227	225	224	229	228	216	218	221	209	452	444	897	853
Provision for credit losses	7	8	7	8	8	7	7	7	7	15	15	30	28
Net interest and non-interest revenue (teb)	220	217	217	221	220	209	211	214	202	437	429	867	825
Non-interest expense	174	160	163	170	170	156	159	167	159	334	326	659	638
Income before taxes, and non-controlling interest in subsidiaries	46	57	54	51	50	53	52	47	43	103	103	208	187
Provision for income taxes (teb)	19	23	20	21	20	22	21	19	18	42	42	83	77
Net income	27	34	34	30	30	31	31	28	25	61	61	125	110
Cash net income	33	39	38	38	37	36	37	34	30	72	73	149	133
Average assets	21,936	21,625	21,700	21,911	21,287	19,330	19,347	18,829	17,302	21,778	20,293	21,055	17,895
Net interest margin (teb)	3.49%	3.40%	3.36%	3.43%	3.55%	3.58%	3.58%	3.72%	3.92%	3.44%	3.57%	3.48%	3.79%
Non-interest expense-to-revenue ratio (teb)	76.6%	71.1%	72.7%	73.9%	74.7%	72.1%	73.0%	75.3%	76.2%	73.9%	73.5%	73.4%	74.8%
Cash non-interest expense-to-revenue ratio (teb)	73.4%	67.8%	69.3%	70.5%	71.2%	68.7%	69.6%	71.9%	72.9%	70.6%	70.0%	69.9%	71.4%
<b>\$USD Equivalent (Canadian GAAP)</b>													
Net interest income (teb)	164	160	156	153	150	144	138	131	124	324	294	603	516
Non-interest revenue	36	34	33	33	36	34	35	33	32	70	70	136	134
Total revenues (teb)	200	194	189	186	186	178	173	164	156	394	364	739	650
Provision for credit losses	6	7	7	6	6	6	5	6	5	13	12	25	21
Net interest and non-interest revenue (teb)	194	187	182	180	180	172	168	158	151	381	352	714	629
Non-interest expense	153	138	137	138	138	129	126	124	119	291	267	542	486
Income before taxes, and non-controlling interest in subsidiaries	41	49	45	42	42	43	42	34	32	90	85	172	143
Provision for income taxes (teb)	17	20	17	17	16	19	17	14	13	37	35	69	58
Net income	24	29	28	25	26	24	25	20	19	53	50	103	85
Cash net income	28	35	32	31	30	30	30	25	23	63	60	123	103
Average assets	19,222	18,707	18,435	17,743	17,254	15,972	15,306	14,032	12,911	18,960	16,603	17,352	13,643



**P&C CANADA**  
**SUMMARY INCOME**  
**STATEMENT AND HIGHLIGHTS**



(\$ millions except as noted)

	2006	2006	2005	2005	2005	2005	2004	2004	2004	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2006	2005	2005	2004
Net interest income (teb)	700	726	741	717	672	699	685	688	647	1,426	1,371	2,829	2,674
Non-interest revenue	397	370	367	382	371	370	356	356	296	767	741	1,490	1,350
Total revenues (teb)	1,097	1,096	1,108	1,099	1,043	1,069	1,041	1,044	943	2,193	2,112	4,319	4,024
Provision for credit losses	79	78	67	67	68	67	67	69	67	157	135	269	271
Net interest and non-interest revenue (teb)	1,018	1,018	1,041	1,032	975	1,002	974	975	876	2,036	1,977	4,050	3,753
Non-interest expense	628	618	652	614	611	606	617	613	603	1,246	1,217	2,483	2,439
Income before taxes, and non-controlling interest in subsidiaries	390	400	389	418	364	396	357	362	273	790	760	1,567	1,314
Provision for income taxes (teb)	131	134	118	141	101	133	121	122	92	265	234	493	441
Non-controlling interest in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	1
Net income	259	266	271	277	263	263	236	240	181	525	526	1,074	872
Cash net income	261	269	274	279	265	266	239	243	184	530	531	1,084	882
Net interest margin (teb)	2.52 %	2.58 %	2.70 %	2.66 %	2.64 %	2.68 %	2.67 %	2.73 %	2.69 %	2.55 %	2.66 %	2.67 %	2.69 %
Net interest margin on earning assets (teb)	2.62 %	2.67 %	2.79 %	2.76 %	2.73 %	2.77 %	2.75 %	2.82 %	2.78 %	2.64 %	2.75 %	2.76 %	2.79 %
Non-interest expense-to-revenue ratio (teb)	57.3 %	56.4 %	58.9 %	56.0 %	58.5 %	56.7 %	59.2 %	58.8 %	63.9 %	56.8 %	57.6 %	57.5 %	60.6 %
Cash non-interest expense-to-revenue ratio (teb)	57.1 %	56.2 %	58.7 %	55.8 %	58.3 %	56.4 %	59.0 %	58.5 %	63.6 %	56.7 %	57.3 %	57.3 %	60.4 %
Average assets	113,878	111,467	109,019	106,765	104,408	103,609	102,186	100,193	97,974	112,653	104,001	105,963	99,231
Average earning assets	109,825	107,652	105,253	103,086	100,844	100,074	99,016	97,026	94,722	108,721	100,452	102,326	96,011
Average current loans excl. securities purchased under resale agreements	108,889	106,758	104,329	102,140	99,864	99,160	98,118	96,095	93,746	107,806	99,505	101,386	95,072
Average loans and acceptances	110,915	108,688	106,203	104,023	101,570	100,763	99,731	97,748	95,415	109,783	101,158	103,153	96,712
Average deposits	43,543	44,092	43,486	43,086	41,580	42,030	41,167	40,652	38,766	43,822	41,810	42,554	39,764
Total as at risk-weighted assets	69,311	66,902	65,642	64,924	63,099	61,203	60,611	59,986	58,032	69,311	63,099	65,642	60,611
Assets under administration	10,284	9,404	9,346	8,834	8,535	8,134	8,420	8,110	7,891	10,284	8,535	9,346	8,420
Number of full-time equivalent employees	15,655	15,442	15,117	15,185	14,828	14,890	14,865	15,112	15,006	15,655	14,828	15,117	14,865

**P&C CHICAGOLAND BANKING**  
**SUMMARY INCOME**  
**STATEMENT AND HIGHLIGHTS**



(\$ millions except as noted)

	2006	2006	2005	2005	2005	2005	2004	2004	2004	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2006	2005	2005	2004
Net interest income (teb)	187	185	184	189	185	174	174	176	167	372	359	732	678
Non-interest revenue	40	40	40	40	43	42	44	45	42	80	85	165	175
Total revenues (teb)	227	225	224	229	228	216	218	221	209	452	444	897	853
Provision for credit losses	7	8	7	8	8	7	7	7	7	15	15	30	28
Net interest and non-interest revenue (teb)	220	217	217	221	220	209	211	214	202	437	429	867	825
Non-interest expense	174	160	163	170	170	156	159	167	159	334	326	659	638
Income before taxes, and non-controlling interest in subsidiaries	46	57	54	51	50	53	52	47	43	103	103	208	187
Provision for income taxes (teb)	19	23	20	21	20	22	21	19	18	42	42	83	77
Net income	27	34	34	30	30	31	31	28	25	61	61	125	110
Cash net income	33	39	38	38	37	36	37	34	30	72	73	149	133
Net interest margin (teb)	3.45 %	3.40 %	3.36 %	3.43 %	3.55 %	3.58 %	3.58 %	3.72 %	3.92 %	3.42 %	3.57 %	3.48 %	3.79 %
Net interest margin on earning assets (teb)	3.75 %	3.70 %	3.68 %	3.74 %	3.91 %	3.92 %	3.85 %	4.01 %	4.25 %	3.73 %	3.91 %	3.81 %	4.09 %
Non-interest expense-to-revenue ratio (teb)	76.6 %	71.1 %	72.7 %	73.9 %	74.7 %	72.1 %	73.0 %	75.3 %	76.2 %	73.9 %	73.5 %	73.4 %	74.8 %
Cash non-interest expense-to-revenue ratio (teb)	73.4 %	67.8 %	69.3 %	70.5 %	71.2 %	68.7 %	69.6 %	71.9 %	72.9 %	70.6 %	70.0 %	69.9 %	71.4 %
Average assets	21,936	21,625	21,700	21,911	21,287	19,330	19,347	18,829	17,302	21,778	20,293	21,055	17,895
Average earning assets	20,159	19,863	19,844	20,047	19,361	17,657	17,999	17,498	15,950	20,008	18,495	19,226	16,565
Average current loans excl. securities purchased under resale agreements	19,480	18,951	18,690	18,814	18,152	16,695	16,888	16,651	15,642	19,211	17,412	18,087	15,980
Average loans and acceptances	19,480	18,952	18,691	18,814	18,152	16,695	16,888	16,651	15,642	19,212	17,412	18,087	15,980
Average deposits	18,019	18,088	18,365	19,375	19,015	17,842	18,639	19,009	18,224	18,054	18,418	18,646	18,446
Total as at risk-weighted assets	19,223	19,160	19,369	19,026	19,100	17,639	16,230	17,918	16,648	19,223	19,100	19,369	16,230
Assets under administration	2,003	2,056	2,069	2,072	2,547	2,593	2,535	2,724	2,831	2,003	2,547	2,069	2,535
Number of full-time equivalent employees	3,490	3,482	3,434	3,452	3,448	3,174	3,185	3,176	2,942	3,490	3,448	3,434	3,185

**USD Equivalent (Canadian GAAP)**

Net interest income (teb)	164	160	156	153	150	144	138	131	124	324	294	603	516
Non-interest revenue	36	34	33	33	36	34	35	33	32	70	70	136	134
Total revenues (teb)	200	194	189	186	186	178	173	164	156	394	364	739	650
Provision for credit losses	6	7	7	6	6	6	5	6	5	13	12	25	21
Net interest and non-interest revenue (teb)	194	187	182	180	180	172	168	158	151	381	352	714	629
Non-interest expense	153	138	137	138	138	129	126	124	119	291	267	542	486
Income before taxes, and non-controlling interest in subsidiaries	41	49	45	42	42	43	42	34	32	90	85	172	143
Provision for income taxes (teb)	17	20	17	17	16	19	17	14	13	37	35	69	58
Net income	24	29	28	25	26	24	25	20	19	53	50	103	85
Cash net income	28	35	32	31	30	30	30	25	23	63	60	123	103
Average assets	19,222	18,707	18,435	17,743	17,254	15,972	15,306	14,032	12,911	18,960	16,603	17,352	13,643
Average loans and acceptances	17,069	16,393	15,878	15,235	14,714	13,795	13,361	12,409	11,676	16,726	14,247	14,907	12,182
Average deposits	15,790	15,646	15,601	15,688	15,412	14,744	14,743	14,164	13,603	15,717	15,072	15,361	14,055

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



(\$ millions except as noted)

	2006	2006	2005	2005	2005	2005	2004	2004	2004	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2006	2005	2005	2004
Net interest income (teb)	138	138	147	147	143	140	132	130	132	276	283	577	533
Non-interest revenue	349	326	425	332	360	342	312	316	357	675	702	1,459	1,318
Total revenues (teb)	487	464	572	479	503	482	444	446	489	951	985	2,036	1,851
Provision for credit losses	-	1	1	1	1	1	1	1	1	1	2	4	5
Net interest and non-interest revenue (teb)	487	463	571	478	502	481	443	445	488	950	983	2,032	1,846
Non-interest expense	337	322	389	381	382	368	362	357	392	659	750	1,520	1,504
Income before taxes	150	141	182	97	120	113	81	88	96	291	233	512	342
Provision for income taxes (teb)	54	47	75	34	43	40	28	30	33	101	83	192	115
Net income	96	94	107	63	77	73	53	58	63	190	150	320	227
Cash net income	98	95	116	71	87	83	63	69	73	193	170	357	270
Net economic profit	67	64	73	29	46	40	21	28	32	131	86	188	104
Cash return on equity	34.5 %	32.6 %	28.8 %	17.6 %	22.5 %	20.5 %	16.0 %	17.6 %	18.9 %	33.5 %	21.5 %	22.4 %	17.2 %
Net interest margin (teb)	8.82 %	8.53 %	8.49 %	8.06 %	8.33 %	7.87 %	7.32 %	7.05 %	7.50 %	8.67 %	8.10 %	8.19 %	7.46 %
Net interest margin on earning assets (teb)	10.06 %	9.88 %	10.48 %	10.23 %	10.59 %	10.35 %	9.72 %	9.43 %	10.06 %	9.97 %	10.47 %	10.41 %	9.98 %
Non-interest expense-to-revenue ratio (teb)	69.2 %	69.4 %	67.9 %	79.6 %	75.8 %	76.5 %	81.5 %	80.3 %	79.9 %	69.3 %	76.1 %	74.6 %	81.3 %
Cash non-interest expense-to-revenue ratio (teb)	68.8 %	69.1 %	65.8 %	76.9 %	73.3 %	73.6 %	78.2 %	76.8 %	76.7 %	69.0 %	73.4 %	72.1 %	77.9 %
Average common equity	1,148	1,148	1,583	1,583	1,582	1,582	1,557	1,558	1,557	1,148	1,582	1,582	1,557
Average assets	6,428	6,428	6,912	7,223	7,068	7,042	7,204	7,289	7,210	6,428	7,055	7,061	7,145
Average earning assets	5,635	5,549	5,601	5,695	5,560	5,353	5,421	5,453	5,377	5,591	5,455	5,552	5,339
Average current loans excl. securities purchased under resale agreements	5,065	5,010	4,973	5,021	4,869	4,713	4,710	4,758	4,722	5,037	4,790	4,894	4,671
Average loans and acceptances	5,075	5,019	4,984	5,035	4,883	4,727	4,721	4,769	4,733	5,046	4,804	4,907	4,682
Average deposits	42,985	42,503	42,261	42,885	42,956	42,571	42,592	42,837	43,374	42,740	42,760	42,666	43,003
Total as at risk-weighted assets	4,345	4,250	4,326	5,624	5,786	5,758	5,518	6,223	6,409	4,345	5,786	4,326	5,518
Assets under administration	147,332	142,949	134,093	173,513	169,987	165,258	156,650	163,989	166,989	147,332	169,987	134,093	156,650
Assets under management	90,101	93,594	87,382	87,453	85,505	84,914	79,939	83,718	82,478	90,101	85,505	87,382	79,939
Number of full-time equivalent employees	4,155	4,112	4,645	4,735	4,719	4,742	4,757	4,890	4,891	4,155	4,719	4,645	4,757

**U.S. Segment Information (Canadian GAAP / \$CAD equivalent)**

Net interest income (teb)	19	21	36	37	36	35	37	38	38	40	71	144	151
Non-interest revenue	47	52	130	86	93	91	88	103	110	99	184	400	407
Total revenues (teb)	66	73	166	123	129	126	125	141	148	139	255	544	558
Provision for credit losses	-	-	-	-	1	-	-	-	1	-	1	1	1
Net interest and non-interest revenue (teb)	66	73	166	123	128	126	125	141	147	139	254	543	557
Non-interest expense	64	69	128	134	123	121	142	146	149	133	244	506	582
Income before taxes, and non-controlling interest in subsidiaries	2	4	38	(11)	5	5	(17)	(5)	(2)	6	10	37	(25)
Provision for income taxes (teb)	1	-	26	(3)	2	2	(5)	(2)	(1)	1	4	27	(8)
Net income	1	4	12	(8)	3	3	(12)	(3)	(1)	5	6	10	(17)
Cash net income	1	5	20	-	13	12	(2)	8	9	6	25	45	24
Average assets	2,399	2,480	3,062	3,473	3,381	3,464	3,622	3,746	3,763	2,440	3,423	3,345	3,671
Net interest margin (teb)	3.20%	3.38%	4.79%	4.14%	4.41%	4.01%	4.14%	4.10%	4.16%	3.29%	4.20%	4.32%	4.14%
Non-interest expense-to-revenue ratio (teb)	98.1%	94.1%	77.1%	109.7%	95.1%	95.9%	114.4%	102.9%	100.3%	96.0%	95.5%	93.1%	104.4%
Cash non-interest expense-to-revenue ratio (teb)	96.9%	93.0%	70.2%	99.8%	85.6%	85.6%	103.3%	92.3%	90.3%	94.9%	85.6%	84.1%	93.6%

**\$USD Equivalent (Canadian GAAP)**

Net interest income (teb)	17	18	31	30	29	29	30	29	29	35	58	119	117
Non-interest revenue	41	45	110	70	74	76	69	76	83	86	150	330	309
Total revenues (teb)	58	63	141	100	103	105	99	105	112	121	208	449	426
Provision for credit losses	-	-	-	-	1	-	-	-	-	-	1	1	-
Net interest and non-interest revenue (teb)	58	63	141	100	102	105	99	105	112	121	207	448	426
Non-interest expense	57	59	109	108	100	100	113	108	111	116	200	417	443
Income before taxes, and non-controlling interest in subsidiaries	1	4	32	(8)	2	5	(14)	(3)	1	5	7	31	(17)
Provision for income taxes (teb)	-	-	22	(1)	-	2	(5)	(1)	-	-	2	23	(7)
Net income	1	4	10	(7)	2	3	(9)	(2)	1	5	5	8	(10)
Cash net income	2	4	17	-	10	10	(1)	6	8	6	20	37	21
Average assets	2,102	2,145	2,602	2,812	2,741	2,862	2,866	2,791	2,809	2,124	2,803	2,754	2,796

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



	2006	2006	2005	2005	2005	2005	2004	2004	2004	YTD	YTD	Fiscal	Fiscal
(\$ millions except as noted)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2006	2005	2005	2004
Net interest income (teb)	174	207	186	232	272	276	279	354	302	381	548	966	1,259
Non-interest revenue	552	536	520	415	408	432	322	355	435	1,088	840	1,775	1,508
Total revenues (teb)	726	743	706	647	680	708	601	709	737	1,469	1,388	2,741	2,767
Provision for credit losses	20	20	24	24	25	25	44	5	45	40	50	98	138
Net interest and non-interest revenue (teb)	706	723	682	623	655	683	557	704	692	1,429	1,338	2,643	2,629
Non-interest expense	409	411	372	374	359	372	290	354	380	820	731	1,477	1,405
Income before taxes	297	312	310	249	296	311	267	350	312	609	607	1,166	1,224
Provision for income taxes (teb)	52	84	84	65	90	74	77	120	106	136	164	313	393
Net income	245	228	226	184	206	237	190	230	206	473	443	853	831
Cash net income	245	229	225	184	207	237	190	232	206	474	444	853	833
Net economic profit	125	104	115	75	100	127	70	112	90	229	227	417	357
Cash return on equity	21.9 %	19.7 %	22.0 %	18.0 %	20.9 %	23.2 %	16.9 %	20.7 %	18.8 %	20.8 %	22.1 %	21.0 %	18.7 %
Net interest margin (teb)	0.43 %	0.51 %	0.45 %	0.58 %	0.65 %	0.68 %	0.84 %	1.01 %	0.82 %	0.47 %	0.66 %	0.59 %	0.89 %
Net interest margin on earning assets (teb)	0.59 %	0.69 %	0.63 %	0.75 %	0.95 %	1.04 %	1.11 %	1.30 %	1.09 %	0.64 %	1.00 %	0.84 %	1.18 %
Non-interest expense-to-revenue ratio (teb)	56.3 %	55.3 %	52.8 %	57.6 %	52.9 %	52.5 %	48.3 %	50.0 %	51.5 %	55.8 %	52.7 %	53.9 %	50.8 %
Cash non-interest expense-to-revenue ratio (teb)	56.2 %	55.3 %	52.7 %	57.6 %	52.8 %	52.5 %	48.2 %	49.7 %	51.5 %	55.8 %	52.7 %	53.9 %	50.7 %
Average common equity	4,482	4,480	3,968	3,967	3,967	3,967	4,382	4,382	4,382	4,481	3,967	3,967	4,382
Average assets	167,056	161,100	163,120	158,496	172,977	161,141	132,399	139,749	150,302	164,029	166,961	163,859	141,691
Average earning assets	121,891	119,236	116,878	122,060	116,983	104,920	100,493	108,852	112,614	120,541	110,851	115,195	106,939
Average current loans excl. securities purchased under resale agreements	16,987	16,025	14,800	15,241	15,141	14,402	14,770	16,003	15,960	16,498	14,766	14,894	15,475
Average loans and acceptances	52,972	49,288	48,538	51,132	48,383	45,337	42,367	44,386	45,427	51,100	46,835	48,347	43,454
Average securities purchased under resale agreements	31,477	29,181	29,676	32,121	29,694	27,263	23,772	24,631	25,555	30,310	28,458	29,688	24,071
Average deposits	75,003	75,127	75,139	73,801	72,625	65,991	64,567	69,816	70,232	75,066	69,253	71,883	67,369
Total as at risk-weighted assets	60,744	58,443	57,685	57,701	56,179	51,947	50,814	53,096	52,310	60,744	56,179	57,685	50,814
Assets under administration	56,794	52,062	57,694	56,706	59,696	56,255	58,026	74,229	78,248	56,794	59,696	57,694	58,026
Assets under management	24,026	21,940	21,871	22,293	22,028	20,516	18,761	19,726	19,594	24,026	22,028	21,871	18,761
Number of full-time equivalent employees	2,114	2,152	2,156	2,154	2,083	2,109	2,129	2,119	2,093	2,114	2,083	2,156	2,129
<b>U.S. Segment Information (Canadian GAAP / \$CAD equivalent)</b>													
Net interest income (teb)	114	127	101	123	141	142	158	204	195	241	283	507	751
Non-interest revenue	223	228	206	170	189	187	115	144	138	451	376	752	533
Total revenues (teb)	337	355	307	293	330	329	273	348	333	692	659	1,259	1,284
Provision for credit losses	15	15	20	18	20	19	23	(15)	24	30	39	77	56
Net interest and non-interest revenue (teb)	322	340	287	275	310	310	250	363	309	662	620	1,182	1,228
Non-interest expense	175	191	179	163	157	129	168	173	172	366	286	628	678
Income before taxes, and non-controlling interest in subsidiaries	147	149	108	112	153	181	82	190	137	296	334	554	550
Provision for income taxes (teb)	58	57	47	40	52	69	32	75	54	115	121	208	217
Net income	89	92	61	72	101	112	50	115	83	181	213	346	333
Cash net income	90	92	61	72	102	112	50	118	82	182	214	347	335
Average assets	48,019	50,240	52,404	41,619	45,222	42,398	34,882	38,498	43,749	49,148	43,787	45,413	40,000
Net interest margin (teb)	0.97%	1.00%	0.76%	1.17%	1.28%	1.33%	1.80%	2.10%	1.82%	0.99%	1.30%	1.12%	1.88%
Non-interest expense-to-revenue ratio (teb)	51.8%	54.0%	58.2%	55.4%	48.1%	38.9%	61.5%	49.6%	51.5%	52.9%	43.5%	49.8%	52.7%
Cash non-interest expense-to-revenue ratio (teb)	51.7%	53.9%	58.1%	55.3%	48.0%	38.8%	61.4%	49.1%	51.5%	52.9%	43.4%	49.8%	52.6%
<b>\$USD Equivalent (Canadian GAAP)</b>													
Net interest income (teb)	100	110	86	99	114	118	125	152	146	210	232	417	571
Non-interest revenue	197	197	175	139	152	154	91	108	103	394	306	620	405
Total revenues (teb)	297	307	261	238	266	272	216	260	249	604	538	1,037	976
Provision for credit losses	13	13	16	15	16	16	18	(11)	18	26	32	63	43
Net interest and non-interest revenue (teb)	284	294	245	223	250	256	198	271	231	578	506	974	933
Non-interest expense	153	166	152	132	128	106	134	129	128	319	234	518	518
Income before taxes, and non-controlling interest in subsidiaries	131	128	93	91	122	150	64	142	103	259	272	456	415
Provision for income taxes (teb)	52	49	41	33	40	58	25	56	41	101	98	172	164
Net income	79	79	52	58	82	92	39	86	62	158	174	284	251
Cash net income	78	80	52	58	82	92	39	87	62	158	174	284	252
Average assets	42,106	43,454	44,542	33,709	36,633	35,059	27,593	28,677	32,670	42,791	35,833	37,493	30,440

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



	2006	2006	2005	2005	2005	2005	2004	2004	2004	YTD	YTD	Fiscal	Fiscal
(\$ millions except as noted)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2006	2005	2005	2004
Net interest income (teb)	(56)	(43)	(34)	(41)	(60)	(63)	(64)	(76)	(54)	(99)	(123)	(198)	(207)
Non-interest revenue	22	27	74	28	34	27	39	49	121	49	61	163	200
Total revenues (teb)	(34)	(16)	40	(13)	(26)	(36)	(25)	(27)	67	(50)	(62)	(35)	(7)
Provision for credit losses	(40)	(55)	(42)	(27)	(96)	(57)	(132)	(192)	(115)	(95)	(153)	(222)	(545)
Net interest and non-interest revenue (teb)	6	39	82	14	70	21	107	165	182	45	91	187	538
Non-interest expense	23	34	60	40	57	31	65	47	31	57	88	188	171
Income before taxes, and non-controlling interest in subsidiaries	(17)	5	22	(26)	13	(10)	42	118	151	(12)	3	(1)	367
Provision for income taxes (teb)	(53)	(22)	(13)	(27)	(25)	(22)	(4)	27	31	(75)	(47)	(87)	85
Non-controlling interest in subsidiaries	19	19	16	14	14	14	5	4	4	38	28	58	16
Net income	17	8	19	(13)	24	(2)	41	87	116	25	22	28	266
Cash net income	16	7	21	(14)	25	(1)	41	86	117	23	24	31	266
Average common equity	2,040	1,751	2,271	2,074	1,701	1,425	2,299	2,150	1,741	1,893	1,575	1,869	1,869
Average assets	4,788	4,557	5,885	4,875	5,122	5,032	2,951	4,301	3,965	4,670	5,076	5,222	3,830
Average earning assets	953	910	1,555	932	1,292	1,126	688	2,457	520	932	1,208	1,227	1,238
Average current loans excl. securities purchased under resale agreements	(5,020)	(4,977)	(4,978)	(4,984)	(5,011)	(5,483)	(5,729)	(5,624)	(5,685)	(4,999)	(5,251)	(5,115)	(5,740)
Average loans and acceptances	(4,814)	(4,601)	(4,270)	(4,976)	(4,406)	(5,115)	(5,631)	(5,283)	(5,552)	(4,706)	(4,766)	(4,694)	(5,589)
Average securities purchased under resale agreements	206	376	708	8	605	368	98	341	133	293	485	421	151
Average deposits	13,949	12,369	11,982	11,329	10,503	9,928	9,119	9,539	9,441	13,146	10,210	10,938	9,358
Total as at risk-weighted assets	3,678	3,102	3,797	4,317	4,798	4,558	4,150	2,964	3,048	3,678	4,798	3,797	4,150
Number of full-time equivalent employees	8,929	8,739	8,433	8,561	8,468	8,550	8,657	8,848	8,819	8,929	8,468	8,433	8,657
<b>U.S. Segment Information (Canadian GAAP / \$CAD equivalent)</b>													
Net interest income (teb)	(24)	(24)	(20)	(27)	(31)	(39)	(32)	(44)	(34)	(48)	(70)	(117)	(142)
Non-interest revenue	9	(6)	10	2	1	14	(3)	19	76	3	15	27	85
Total revenues (teb)	(15)	(30)	(10)	(25)	(30)	(25)	(35)	(25)	42	(45)	(55)	(90)	(57)
Provision for credit losses	(11)	(20)	(21)	(1)	(44)	(28)	(31)	(114)	(1)	(31)	(72)	(94)	(131)
Net interest and non-interest revenue (teb)	(4)	(10)	11	(24)	14	3	(4)	89	43	(14)	17	4	74
Non-interest expense	4	2	14	(4)	41	11	18	10	19	6	52	62	62
Income before taxes, and non-controlling interest in subsidiaries	(8)	(12)	(3)	(20)	(27)	(8)	(22)	79	24	(20)	(35)	(58)	12
Provision for income taxes (teb)	(9)	(14)	(3)	(17)	(27)	(24)	(18)	24	(1)	(23)	(51)	(71)	(7)
Non-controlling interest in subsidiaries	6	5	5	6	5	6	4	4	3	11	11	22	15
Net income	(5)	(3)	(5)	(9)	(5)	10	(8)	51	22	(8)	5	(9)	4
Cash net income	(5)	(2)	(1)	(13)	(5)	11	(6)	48	23	(7)	6	(8)	4
Average assets	5,147	5,194	6,155	5,406	5,686	6,027	6,151	7,592	7,583	5,171	5,858	5,819	7,178
<b>\$USD Equivalent (Canadian GAAP)</b>													
Net interest income (teb)	(21)	(21)	(17)	(21)	(24)	(34)	(27)	(33)	(26)	(42)	(58)	(96)	(110)
Non-interest revenue	8	(5)	10	(1)	2	10	(3)	14	55	3	12	21	61
Total revenues (teb)	(13)	(26)	(7)	(22)	(22)	(24)	(30)	(19)	29	(39)	(46)	(75)	(49)
Provision for credit losses	(9)	(18)	(18)	-	(36)	(23)	(25)	(87)	1	(27)	(59)	(77)	(99)
Net interest and non-interest revenue (teb)	(4)	(8)	11	(22)	14	(1)	(5)	68	28	(12)	13	2	50
Non-interest expense	3	2	13	(3)	31	10	13	8	15	5	41	51	47
Income before taxes, and non-controlling interest in subsidiaries	(7)	(10)	(2)	(19)	(17)	(11)	(18)	60	13	(17)	(28)	(49)	3
Provision for income taxes (teb)	(7)	(12)	(3)	(16)	(17)	(23)	(15)	19	(3)	(19)	(40)	(59)	(6)
Non-controlling interest in subsidiaries	4	5	4	5	4	5	3	3	3	9	9	18	12
Net income	(4)	(3)	(3)	(8)	(4)	7	(6)	38	13	(7)	3	(8)	(3)
Cash net income	(3)	(3)	(2)	(10)	(3)	8	(6)	38	14	(6)	5	(7)	(2)
Average assets	4,505	4,489	5,227	4,376	4,612	4,979	4,865	5,653	5,660	4,497	4,797	4,800	5,458

**NON-INTEREST REVENUE AND TRADING REVENUE**

(\$ millions except as noted)

	2006 Q2	2006 Q1	2005 Q4	2005 Q3	2005 Q2	2005 Q1	2004 Q4	2004 Q3	2004 Q2	YTD 2006	YTD 2005	Fiscal 2005	Fiscal 2004
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**Non-Interest Revenue**

Securities commissions and fees	292	252	272	255	299	266	241	242	301	544	565	1,092	1,055
Deposit and payment service charges	179	180	187	188	180	179	187	188	184	359	359	734	746
Trading revenues	180	221	169	83	60	101	22	59	69	401	161	413	200
Lending fees	77	78	76	89	73	75	81	89	70	155	148	313	317
Card fees <sup>(1)</sup>	94	91	60	98	88	88	73	81	28	185	176	334	261
Investment management and custodial fees	69	76	77	79	74	75	75	81	76	145	149	305	307
Mutual fund revenues	126	115	116	113	106	102	96	98	96	241	208	437	378
Securitization revenues	4	20	34	26	33	20	43	46	45	24	53	113	177
Underwriting and advisory fees	113	98	101	92	77	87	79	73	104	211	164	357	343
Investment securities gains	30	18	79	37	12	37	37	5	93	48	49	165	175
Foreign exchange, other than trading	49	43	48	42	45	45	45	39	53	92	90	180	177
Insurance income	51	46	38	44	39	41	37	37	34	97	80	162	139
Other	96	61	169	51	130	97	57	83	98	157	227	447	276
<b>Total Non-Interest Revenue</b>	<b>1,360</b>	<b>1,299</b>	<b>1,426</b>	<b>1,197</b>	<b>1,216</b>	<b>1,213</b>	<b>1,073</b>	<b>1,121</b>	<b>1,251</b>	<b>2,659</b>	<b>2,429</b>	<b>5,052</b>	<b>4,551</b>
Non-interest revenue-to-total revenue	55.0 %	52.3 %	54.4 %	49.6 %	50.7 %	50.3 %	47.7 %	47.5 %	52.0 %	53.7 %	50.5 %	51.3 %	48.7 %
Non-interest revenue-to-total revenue (teb)	54.3 %	51.7 %	53.8 %	49.0 %	50.1 %	49.7 %	47.1 %	46.9 %	51.2 %	53.0 %	49.9 %	50.7 %	48.0 %

(1) Card fees includes a \$51 adjustment in Q2, 2004, a \$14 adjustment in Q4, 2004 and a \$40 adjustment in Q4, 2005 that increased the liability associated with our customer loyalty program.

**Interest and Non-Interest Trading Revenue**

Interest rates	59	82	62	52	71	62	29	51	61	141	133	247	204
Foreign exchange	24	29	16	26	22	26	15	18	27	53	48	89	85
Equities	35	55	41	36	17	51	30	42	43	90	68	145	152
Other	61	65	43	17	21	25	9	14	9	126	46	107	31
<b>Total</b>	<b>179</b>	<b>231</b>	<b>162</b>	<b>131</b>	<b>131</b>	<b>164</b>	<b>83</b>	<b>125</b>	<b>140</b>	<b>410</b>	<b>295</b>	<b>588</b>	<b>472</b>
Reported as:													
Net interest income	(1)	10	(7)	48	71	63	61	66	71	9	134	175	272
Non-interest revenue - trading revenues	180	221	169	83	60	101	22	59	69	401	161	413	200
<b>Total</b>	<b>179</b>	<b>231</b>	<b>162</b>	<b>131</b>	<b>131</b>	<b>164</b>	<b>83</b>	<b>125</b>	<b>140</b>	<b>410</b>	<b>295</b>	<b>588</b>	<b>472</b>

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

Interest rates includes Canadian 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 except as noted)

	2006	2006	2005	2005	2005	2005	2004	2004	2004	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2006	2005	2005	2004

**Non-Interest Expense**

Employee compensation													
Salaries	452	463	506	473	472	452	489	487	469	915	924	1,903	1,901
Performance based compensation	337	337	323	312	315	322	203	288	316	674	637	1,272	1,148
Employee benefits	154	165	133	148	138	152	133	144	150	319	290	571	583
<b>Total employee compensation</b>	<b>943</b>	<b>965</b>	<b>962</b>	<b>933</b>	<b>925</b>	<b>926</b>	<b>825</b>	<b>919</b>	<b>935</b>	<b>1,908</b>	<b>1,851</b>	<b>3,746</b>	<b>3,632</b>
Premises and equipment													
Rental of real estate	61	61	54	55	50	39	44	47	47	122	89	198	182
Premises, furniture and fixtures	57	54	65	60	66	62	66	66	68	111	128	253	263
Property taxes	6	7	10	10	12	13	13	13	13	13	25	45	52
Computer and equipment	172	166	205	190	184	189	201	185	187	338	373	768	755
<b>Total premises and equipment</b>	<b>296</b>	<b>288</b>	<b>334</b>	<b>315</b>	<b>312</b>	<b>303</b>	<b>324</b>	<b>311</b>	<b>315</b>	<b>584</b>	<b>615</b>	<b>1,264</b>	<b>1,252</b>
Amortization of intangible assets	12	11	22	24	24	24	25	27	26	23	48	94	104
Other expenses													
Communications	31	25	33	29	32	28	35	33	34	56	60	122	138
Business and capital taxes	25	27	28	29	26	24	29	23	24	52	50	107	99
Professional fees	72	58	65	58	59	61	71	58	66	130	120	243	262
Travel and business development	63	50	69	68	60	50	69	60	59	113	110	247	239
Other	129	121	123	123	141	117	115	107	106	250	258	504	431
<b>Total other expenses</b>	<b>320</b>	<b>281</b>	<b>318</b>	<b>307</b>	<b>318</b>	<b>280</b>	<b>319</b>	<b>281</b>	<b>289</b>	<b>601</b>	<b>598</b>	<b>1,223</b>	<b>1,169</b>
<b>Total Non-Interest Expense</b>	<b>1,571</b>	<b>1,545</b>	<b>1,636</b>	<b>1,579</b>	<b>1,579</b>	<b>1,533</b>	<b>1,493</b>	<b>1,538</b>	<b>1,565</b>	<b>3,116</b>	<b>3,112</b>	<b>6,327</b>	<b>6,157</b>

**BALANCE SHEET**

(\$ millions)	2006 Q2	2006 Q1	2005 Q4	2005 Q3	2005 Q2	2005 Q1	2004 Q4	2004 Q3	2004 Q2	MIX Q2	INC/(DEC) VS LAST YEAR
<b>As At Balances</b>											
Cash resources	19,560	19,933	20,721	20,402	21,141	20,292	18,045	20,788	22,266	6.3 %	(1,581) (7.5)%
Securities	58,936	61,687	57,256	57,332	59,426	53,194	50,472	50,621	57,400	18.9 %	(490) (0.8)%
Loans											
Residential mortgages <sup>(1)</sup>	63,055	62,652	60,871	59,737	57,703	57,038	56,444	55,969	54,512	20.2 %	5,352 9.3 %
Non-residential mortgages	5,393	5,120	5,135	5,107	5,182	5,051	4,775	4,762	4,644	1.7 %	211 4.1 %
Consumer instalment and other personal	28,873	28,206	27,929	27,241	26,714	25,728	24,887	24,568	23,623	9.2 %	2,159 8.1 %
Credit cards	4,874	4,709	4,648	4,717	4,557	4,525	3,702	3,530	3,405	1.6 %	317 7.0 %
Businesses and governments	46,728	43,169	42,668	43,074	42,534	40,835	39,784	42,479	41,282	15.0 %	4,194 9.9 %
Securities borrowed or purchased under resale agreements	33,116	29,853	28,280	27,259	31,357	24,487	22,609	22,727	25,613	10.6 %	1,759 5.6 %
Customers' liability under acceptances	182,039	173,709	169,531	167,135	168,047	157,664	152,201	154,035	153,079	58.3 %	13,992 8.3 %
Allowance for credit losses	6,639	5,988	5,934	5,683	5,814	4,475	5,355	5,498	5,024	2.1 %	825 14.2 %
Total net loans and acceptances	(1,117)	(1,115)	(1,128)	(1,200)	(1,220)	(1,314)	(1,308)	(1,487)	(1,667)	(0.4)%	103 8.5 %
Other assets	187,561	178,582	174,337	171,618	172,641	160,825	156,248	158,046	156,436	60.0 %	14,920 8.6 %
Derivative financial instruments	31,523	30,664	31,517	26,174	23,031	22,778	25,448	19,325	21,424	10.1 %	8,492 36.9 %
Premises and equipment	1,841	1,818	1,847	1,863	1,875	2,012	2,020	2,021	2,030	0.6 %	(34) (1.8)%
Goodwill	1,098	1,109	1,091	1,604	1,632	1,602	1,507	1,589	1,415	0.4 %	(534) (32.7)%
Intangible assets	172	186	196	426	462	486	480	549	578	0.1 %	(290) (62.6)%
Other	11,719	11,786	10,567	10,970	12,148	32,905	10,974	9,005	11,507	3.6 %	(429) (3.5)%
<b>Total Assets</b>	<b>312,410</b>	<b>305,765</b>	<b>297,532</b>	<b>290,389</b>	<b>292,356</b>	<b>294,094</b>	<b>265,194</b>	<b>261,944</b>	<b>273,056</b>	<b>100.0 %</b>	<b>20,054 6.9 %</b>
Deposits											
Banks	23,394	25,940	25,473	25,265	23,536	24,488	20,654	22,320	23,996	7.5 %	(142) (0.6)%
Businesses and governments	94,234	90,783	92,437	87,462	89,698	81,306	79,614	81,678	84,465	30.2 %	4,536 5.1 %
Individuals	76,860	76,536	75,883	76,023	77,811	76,538	74,922	77,061	76,466	24.6 %	(951) (1.2)%
<b>Total deposits</b>	<b>194,488</b>	<b>193,259</b>	<b>193,793</b>	<b>188,750</b>	<b>191,045</b>	<b>182,332</b>	<b>175,190</b>	<b>181,059</b>	<b>184,927</b>	<b>62.3 %</b>	<b>3,443 1.8 %</b>
Other liabilities											
Derivative financial instruments	30,413	28,810	28,868	24,972	21,862	21,913	23,973	18,081	19,959	9.7 %	8,551 39.1 %
Acceptances	6,639	5,988	5,934	5,683	5,814	4,475	5,355	5,498	5,024	2.1 %	825 14.2 %
Securities sold but not yet purchased	15,653	14,161	16,142	14,703	13,674	11,783	10,441	10,295	10,624	5.0 %	1,979 14.5 %
Securities lent or sold under repurchase agreements	31,467	31,005	22,657	26,159	28,694	23,425	21,345	21,307	25,212	10.1 %	2,773 9.7 %
Other	14,713	14,299	12,203	11,826	12,887	32,579	12,156	8,467	10,263	4.7 %	1,826 14.2 %
Subordinated debt	3,025	2,456	2,469	3,099	3,420	2,909	2,395	2,462	2,488	1.0 %	(395) (11.5)%
Preferred share liability	450	450	450	450	450	450	450	850	850	0.1 %	- 0.0 %
Capital trust securities	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150	0.4 %	- 0.0 %
Share capital											
Preferred shares	596	596	596	596	596	596	596	596	596	0.2 %	- 0.0 %
Common shares	4,145	4,120	4,022	3,989	3,916	3,896	3,857	3,818	3,783	1.3 %	229 5.8 %
Contributed surplus	26	23	20	18	15	12	10	8	21	0.0 %	11 76.2 %
Net unrealized foreign exchange loss	(806)	(740)	(612)	(483)	(380)	(432)	(497)	(173)	(57)	(0.3)%	(426) 62.2 %
Retained earnings	10,451	10,188	9,840	9,477	9,213	9,006	8,773	8,526	8,216	3.4 %	1,238 12.0 %
<b>Total Liabilities and Shareholders' Equity</b>	<b>312,410</b>	<b>305,765</b>	<b>297,532</b>	<b>290,389</b>	<b>292,356</b>	<b>294,094</b>	<b>265,194</b>	<b>261,944</b>	<b>273,056</b>	<b>100.0 %</b>	<b>20,054 6.9 %</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**

	2006	2006	2005	2005	2005	2005	2004	2004	2004	YTD	YTD	INC/
(\$ millions)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2006	2005	(DEC)
<b>Average Daily Balances</b>												
Cash resources	20,971	20,634	20,083	21,794	22,217	17,442	17,861	21,238	21,784	20,800	19,790	5.1 %
Securities	60,290	60,984	60,978	61,441	58,274	54,317	51,570	55,153	56,907	60,643	56,263	7.8 %
Loans												
Residential mortgages <sup>(1)</sup>	62,892	61,810	60,081	58,381	57,030	56,729	56,158	55,224	53,743	62,342	56,877	9.6 %
Non-residential mortgages	5,277	5,116	5,050	5,105	5,063	4,797	4,753	4,662	4,546	5,195	4,928	5.4 %
Consumer instalment and other personal	28,729	27,946	27,435	26,933	26,047	25,053	24,664	23,925	22,952	28,331	25,542	10.9 %
Credit cards	4,690	4,802	4,655	4,647	4,462	4,193	3,635	3,497	3,342	4,746	4,325	9.8 %
Businesses and governments	44,626	42,872	41,480	42,146	41,422	39,762	40,507	41,729	41,209	43,735	40,578	7.8 %
Securities borrowed or purchased under resale agreements	31,684	29,558	30,385	32,129	30,298	27,631	23,870	24,972	25,688	30,603	28,942	5.7 %
	177,898	172,104	169,086	169,341	164,322	158,165	153,587	154,009	151,480	174,952	161,192	8.5 %
Customers' liability under acceptances	6,544	6,022	5,948	5,666	5,269	5,288	5,449	5,416	5,592	6,279	5,279	18.9 %
Allowance for credit losses	(1,113)	(1,119)	(1,189)	(1,210)	(1,313)	(1,320)	(1,451)	(1,633)	(1,731)	(1,116)	(1,317)	(15.3)%
<b>Total net loans and acceptances</b>	<b>183,329</b>	<b>177,007</b>	<b>173,845</b>	<b>173,797</b>	<b>168,278</b>	<b>162,133</b>	<b>157,585</b>	<b>157,792</b>	<b>155,341</b>	<b>180,115</b>	<b>165,154</b>	<b>9.1 %</b>
Other assets												
Derivative financial instruments	29,600	30,995	35,018	24,983	22,274	23,591	21,382	19,249	25,267	30,309	22,943	32.1 %
Other	19,896	15,557	16,712	17,255	39,819	38,671	15,689	16,929	17,454	17,691	39,236	(54.9)%
<b>Total Assets</b>	<b>314,086</b>	<b>305,177</b>	<b>306,636</b>	<b>299,270</b>	<b>310,862</b>	<b>296,154</b>	<b>264,087</b>	<b>270,361</b>	<b>276,753</b>	<b>309,558</b>	<b>303,386</b>	<b>2.0 %</b>
Deposits												
Banks	24,932	26,517	26,655	25,619	25,490	21,171	20,395	23,630	27,144	25,737	23,294	10.5 %
Businesses and governments	93,084	90,330	89,392	88,540	85,107	82,281	80,431	82,257	77,796	91,685	83,671	9.6 %
Individuals	75,483	75,331	75,187	76,317	76,082	74,910	75,258	75,967	75,098	75,406	75,486	(0.1)%
<b>Total deposits</b>	<b>193,499</b>	<b>192,178</b>	<b>191,234</b>	<b>190,476</b>	<b>186,679</b>	<b>178,362</b>	<b>176,084</b>	<b>181,854</b>	<b>180,038</b>	<b>192,828</b>	<b>182,451</b>	<b>5.7 %</b>
Other liabilities												
Derivative financial instruments	29,093	29,452	33,167	24,246	21,335	22,800	19,579	17,082	24,218	29,276	22,080	32.6 %
Other	73,205	65,540	64,299	66,332	85,288	78,210	51,410	54,350	55,836	69,308	81,676	(15.1)%
Subordinated debt	2,468	2,461	2,757	3,229	2,955	2,450	2,423	2,470	2,468	2,465	2,699	(8.7)%
Preferred share liability	450	450	450	450	450	450	715	850	850	450	450	0.0 %
Capital trust securities	1,150	1,150	1,150	1,150	1,150	1,149	1,150	1,150	1,150	1,150	1,149	0.1 %
Shareholders' equity	14,221	13,946	13,579	13,387	13,005	12,733	12,726	12,605	12,193	14,081	12,881	9.3 %
<b>Total Liabilities and Shareholders' Equity</b>	<b>314,086</b>	<b>305,177</b>	<b>306,636</b>	<b>299,270</b>	<b>310,862</b>	<b>296,154</b>	<b>264,087</b>	<b>270,361</b>	<b>276,753</b>	<b>309,558</b>	<b>303,386</b>	<b>2.0 %</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.

**STATEMENT OF CHANGES IN  
SHAREHOLDERS' EQUITY**

(\$ millions)	2006 Q2	2006 Q1	2005 Q4	2005 Q3	2005 Q2	2005 Q1	2004 Q4	2004 Q3	2004 Q2	YTD 2006	YTD 2005	Fiscal 2005	Fiscal 2004
<b>Preferred Shares</b>													
Balance at beginning of period	596	596	596	596	596	596	596	596	596	596	596	596	596
Balance at End of Period	596	596	596	596	596	596	596	596	596	596	596	596	596
<b>Common Shares</b>													
Balance at beginning of period	4,120	4,022	3,989	3,916	3,896	3,857	3,818	3,783	3,751	4,022	3,857	3,857	3,662
Issued under the Shareholder Dividend Reinvestment and Share Purchase Plan	21	19	18	18	17	18	16	15	15	40	35	71	60
Issued under the Stock Option Plan	19	83	21	62	28	35	35	43	27	102	63	146	180
Issued on the exchange of shares of a subsidiary corporation	-	-	-	-	-	2	-	1	-	-	2	2	2
Repurchased for cancellation	(15)	(4)	(6)	(7)	(25)	(16)	(12)	(24)	(10)	(19)	(41)	(54)	(47)
Balance at End of Period	4,145	4,120	4,022	3,989	3,916	3,896	3,857	3,818	3,783	4,145	3,916	4,022	3,857
<b>Contributed Surplus</b>													
Balance at beginning of period	23	20	18	15	12	10	8	21	20	20	10	10	3
Stock option expense	3	3	2	3	3	2	2	2	1	6	5	10	7
Gain on treasury shares, net of applicable income taxes	-	-	-	-	-	-	-	-	-	-	-	-	15
Common shares repurchased for cancellation	-	-	-	-	-	-	-	(15)	-	-	-	-	(15)
Balance at End of Period	26	23	20	18	15	12	10	8	21	26	15	20	10
<b>Net Unrealized Foreign Exchange Loss</b>													
Balance at beginning of period	(740)	(612)	(483)	(380)	(432)	(497)	(173)	(57)	(178)	(612)	(497)	(497)	(195)
Unrealized gain (loss) on translation of net investments in foreign operations	(177)	(347)	(348)	(280)	137	180	(840)	(312)	344	(524)	317	(311)	(758)
Hedging gain (loss)	169	335	334	270	(131)	(176)	803	301	(343)	504	(307)	297	710
Income taxes	(58)	(116)	(115)	(93)	46	61	(287)	(105)	120	(174)	107	(101)	(254)
Balance at End of Period	(806)	(740)	(612)	(483)	(380)	(432)	(497)	(173)	(57)	(806)	(380)	(612)	(497)
<b>Retained Earnings</b>													
Balance at beginning of period	10,188	9,840	9,477	9,213	9,006	8,773	8,526	8,216	7,897	9,840	8,773	8,773	7,566
Cumulative impact of adopting new accounting requirements for Variable Interest Entities, net of applicable income taxes	-	-	-	-	-	(42)	-	-	-	-	(42)	(42)	-
Net income	644	630	657	541	600	602	551	643	591	1,274	1,202	2,400	2,306
Dividends - Preferred shares	(8)	(8)	(8)	(6)	(8)	(8)	(5)	(9)	(9)	(16)	(16)	(30)	(31)
- Common shares	(266)	(246)	(245)	(230)	(230)	(220)	(221)	(200)	(201)	(512)	(450)	(925)	(797)
Common shares repurchased for cancellation	(107)	(28)	(41)	(41)	(155)	(99)	(78)	(124)	(62)	(135)	(254)	(336)	(271)
Balance at End of Period	10,451	10,188	9,840	9,477	9,213	9,006	8,773	8,526	8,216	10,451	9,213	9,840	8,773
<b>Total Shareholders' Equity</b>	<b>14,412</b>	<b>14,187</b>	<b>13,866</b>	<b>13,597</b>	<b>13,360</b>	<b>13,078</b>	<b>12,739</b>	<b>12,775</b>	<b>12,559</b>	<b>14,412</b>	<b>13,360</b>	<b>13,866</b>	<b>12,739</b>

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

	2006	2006	2005	2005	2005	2005	2004	2004	2004	YTD	YTD	Fiscal	Fiscal
(\$ millions)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2006	2005	2005	2004
<b>Personal &amp; Commercial Client Group</b>													
Canada	113,415	111,016	108,596	106,332	103,911	103,176	101,806	99,813	97,436	112,196	103,536	105,517	98,787
United States	21,936	21,625	21,700	21,911	21,287	19,330	19,347	18,829	17,302	21,778	20,293	21,055	17,895
Other	463	451	423	433	497	433	380	380	538	457	465	446	444
<b>Total</b>	<b>135,814</b>	<b>133,092</b>	<b>130,719</b>	<b>128,676</b>	<b>125,695</b>	<b>122,939</b>	<b>121,533</b>	<b>119,022</b>	<b>115,276</b>	<b>134,431</b>	<b>124,294</b>	<b>127,018</b>	<b>117,126</b>
<b>Private Client Group</b>													
Canada	4,023	3,942	3,843	3,742	3,678	3,570	3,575	3,532	3,436	3,982	3,623	3,708	3,465
United States	2,399	2,480	3,062	3,473	3,381	3,464	3,622	3,746	3,763	2,440	3,423	3,345	3,671
Other	6	6	7	8	9	8	7	11	11	6	9	8	9
<b>Total</b>	<b>6,428</b>	<b>6,428</b>	<b>6,912</b>	<b>7,223</b>	<b>7,068</b>	<b>7,042</b>	<b>7,204</b>	<b>7,289</b>	<b>7,210</b>	<b>6,428</b>	<b>7,055</b>	<b>7,061</b>	<b>7,145</b>
<b>Investment Banking Group</b>													
Canada	94,749	85,701	86,029	90,546	102,195	98,513	76,569	76,817	81,269	90,150	100,323	94,255	78,555
United States	48,019	50,240	52,404	41,619	45,222	42,398	34,882	38,498	43,749	49,148	43,787	45,413	40,000
Other	24,288	25,159	24,687	26,331	25,560	20,230	20,948	24,434	25,284	24,731	22,851	24,191	23,136
<b>Total</b>	<b>167,056</b>	<b>161,100</b>	<b>163,120</b>	<b>158,496</b>	<b>172,977</b>	<b>161,141</b>	<b>132,399</b>	<b>139,749</b>	<b>150,302</b>	<b>164,029</b>	<b>166,961</b>	<b>163,859</b>	<b>141,691</b>
<b>Corporate Support, including Technology and Solutions</b>													
Canada	(408)	(927)	(1,084)	(1,718)	(1,470)	(1,864)	(3,251)	(3,345)	(3,669)	(672)	(1,668)	(1,541)	(3,398)
United States	5,147	5,194	6,155	5,406	5,686	6,027	6,151	7,592	7,583	5,171	5,858	5,819	7,178
Other	49	290	814	1,187	906	869	51	54	51	171	886	944	50
<b>Total</b>	<b>4,788</b>	<b>4,557</b>	<b>5,885</b>	<b>4,875</b>	<b>5,122</b>	<b>5,032</b>	<b>2,951</b>	<b>4,301</b>	<b>3,965</b>	<b>4,670</b>	<b>5,076</b>	<b>5,222</b>	<b>3,830</b>
<b>Total Consolidated</b>													
Canada	211,779	199,732	197,384	198,902	208,314	203,395	178,699	176,817	178,472	205,656	205,814	201,939	177,409
United States	77,501	79,539	83,321	72,409	75,576	71,219	64,002	68,665	72,397	78,537	73,361	75,632	68,744
Other	24,806	25,906	25,931	27,959	26,972	21,540	21,386	24,879	25,884	25,365	24,211	25,589	23,639
<b>Total</b>	<b>314,086</b>	<b>305,177</b>	<b>306,636</b>	<b>299,270</b>	<b>310,862</b>	<b>296,154</b>	<b>264,087</b>	<b>270,361</b>	<b>276,753</b>	<b>309,558</b>	<b>303,386</b>	<b>303,160</b>	<b>269,792</b>

**ASSET SECURITIZATION**      2006      2006      2005      2005      2005      2005      2004      2004      2004      YTD      YTD      Fiscal      Fiscal  
(\$ millions)      Q2      Q1      Q4      Q3      Q2      Q1      Q4      Q3      Q2      2006      2005      2005      2004

**Securitized Balances**

Credit card loans	250	250	250	250	250	250	1,050	1,050	1,050	250	250	250	1,050
Residential mortgages	10,009	9,076	8,930	8,306	7,884	7,392	6,783	6,366	6,033	10,009	7,884	8,930	6,783
Consumer instalment and other personal loans	50	103	189	300	422	512	607	716	825	50	422	189	607
<b>Total</b>	<b>10,309</b>	<b>9,429</b>	<b>9,369</b>	<b>8,856</b>	<b>8,556</b>	<b>8,154</b>	<b>8,440</b>	<b>8,132</b>	<b>7,908</b>	<b>10,309</b>	<b>8,556</b>	<b>9,369</b>	<b>8,440</b>

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

Credit card loans	9	7	8	7	7	(1)	20	27	28	16	6	21	100
Residential mortgages	(7)	12	25	18	25	20	23	18	20	5	45	88	78
Consumer instalment and other personal loans	2	1	1	1	1	1	-	1	(3)	3	2	4	(1)
<b>Total Securitization Revenues</b>	<b>4</b>	<b>20</b>	<b>34</b>	<b>26</b>	<b>33</b>	<b>20</b>	<b>43</b>	<b>46</b>	<b>45</b>	<b>24</b>	<b>53</b>	<b>113</b>	<b>177</b>

**CAPITAL AND  
RISK-WEIGHTED ASSETS**

(\$ millions except as noted)

	2006 Q2	2006 Q1	2005 Q4	2005 Q3	2005 Q2	2005 Q1	2004 Q4	2004 Q3	2004 Q2	MIX Q2	INC/(DEC) VS LAST YEAR
<b>Qualifying Capital</b>											
Common shareholders' equity	13,816	13,591	13,270	13,001	12,764	12,482	12,143	12,179	11,963	75.0 %	1,052 8.2 %
Non-cumulative preferred shares	1,046	1,046	1,046	1,046	1,046	1,046	1,046	1,446	1,446	5.7 %	- 0.0 %
Innovative Tier 1 preferred shares	2,192	2,192	2,192	1,745	1,746	1,746	1,745	1,150	1,150	11.9 %	446 25.5 %
Non-controlling interest	40	36	37	40	45	45	44	46	47	0.2 %	(5) (11.1)%
Goodwill and excess intangible assets (1)	(1,098)	(1,109)	(1,091)	(1,604)	(1,632)	(1,602)	(1,507)	(1,589)	(1,415)	(6.0)%	534 32.7 %
Total tier 1 capital	15,996	15,756	15,454	14,228	13,969	13,717	13,471	13,232	13,191	86.8 %	2,027 14.5 %
Subsidiary preferred shares (2)	272	277	287	298	306	302	296	323	333	1.5 %	(34) (11.1)%
Subordinated debt	2,306	2,099	2,130	2,382	2,684	2,258	1,783	1,876	1,884	12.5 %	(378) (14.1)%
General allowance for credit losses (3)	939	945	958	972	983	1,017	1,010	1,060	1,100	5.1 %	(44) (4.5)%
Total tier 2 capital	3,517	3,321	3,375	3,652	3,973	3,577	3,089	3,259	3,317	19.1 %	(456) (11.5)%
Total tier 1 and tier 2 capital	19,513	19,077	18,829	17,880	17,942	17,294	16,560	16,491	16,508	105.9 %	1,571 8.8 %
Less : First loss protection	114	120	123	126	131	130	128	140	149	0.6 %	(17) (13.0)%
Less : Investment in non-consolidated subsidiaries/substantial investments	969	976	963	952	982	940	901	660	630	(6.5)%	(13) (1.3)%
Total Capital	18,430	17,981	17,743	16,802	16,829	16,224	15,531	15,691	15,729	100.0 %	1,601 9.5 %
<b>Risk-Weighted Assets</b>											
Balance Sheet Items:											
Cash resources	3,724	3,815	3,945	3,895	4,005	3,844	3,426	3,917	4,229	2.4 %	(281) (7.0)%
Securities	3,721	4,118	4,237	4,782	4,601	4,699	4,722	4,882	5,185	2.4 %	(880) (19.1)%
Mortgages	24,507	23,699	22,997	22,426	21,617	20,949	20,117	19,871	18,842	15.6 %	2,890 13.4 %
Other loans and acceptances	81,677	77,391	76,368	75,853	74,759	70,794	69,188	72,063	69,760	51.8 %	6,918 9.3 %
Other assets	7,694	7,249	7,706	8,062	8,640	8,856	9,084	8,310	8,626	4.9 %	(946) (10.9)%
Total	121,323	116,272	115,253	115,018	113,622	109,142	106,537	109,043	106,642	77.1 %	7,701 6.8 %
Off-Balance Sheet:											
Guarantees and standby letters of credit	7,733	8,056	8,782	9,950	10,555	9,901	9,454	9,329	9,329	4.9 %	(2,822) (26.7)%
Securities lending	5	18	51	7	3	21	20	28	36	0.0 %	2 66.7 %
Commitments	12,654	11,978	11,909	11,663	10,642	9,479	9,103	10,696	9,880	8.1 %	2,012 18.9 %
Derivative financial instruments	8,865	8,335	8,666	7,482	6,809	6,432	6,886	5,884	5,994	5.6 %	2,056 30.2 %
Total	29,257	28,387	29,408	29,102	28,009	25,833	25,463	25,937	25,239	18.6 %	1,248 4.5 %
Total risk-weighted assets - credit risk	150,580	144,659	144,661	144,120	141,631	134,975	132,000	134,980	131,881	95.7 %	8,949 6.3 %
Total risk-weighted assets - market risk	6,721	7,198	6,158	7,472	7,331	6,130	5,323	5,207	4,566	4.3 %	(610) (8.3)%
Total	157,301	151,857	150,819	151,592	148,962	141,105	137,323	140,187	136,447	100.0 %	8,339 5.6 %
Tangible common equity-to-risk weighted assets	7.98	8.10	7.94	7.24	7.16	7.37	7.40	7.16	7.31		
<b>Risk-Weighted Capital Ratios</b>											
Tier 1	10.17 %	10.38 %	10.25 %	9.39 %	9.38 %	9.72 %	9.81 %	9.44 %	9.67 %		79 BP
Total	11.72 %	11.84 %	11.76 %	11.08 %	11.30 %	11.50 %	11.31 %	11.19 %	11.53 %		42 BP
U.S. basis tier 1	9.86 %	10.08 %	9.96 %	8.99 %	8.93 %	9.28 %	9.44 %	9.10 %	9.28 %		93 BP
Total U.S. basis	11.86 %	12.04 %	11.96 %	11.16 %	11.33 %	11.55 %	11.45 %	11.17 %	11.44 %		53 BP

(1) Intangible assets in excess of 5% 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.

**GOODWILL AND  
INTANGIBLE ASSETS**

(\$ millions)	November 1	Additions/Purchases				Amortization				Other: Includes FX <sup>(1)</sup>				April 30
	2005	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	2006
<b>Intangible Assets</b>														
Customer relationships	34	-	-	-	-	(2)	(3)	-	-	(1)	-	-	-	28
Core deposit intangibles	86	7	-	-	-	(5)	(5)	-	-	(3)	(1)	-	-	79
Branch distribution networks	66	-	-	-	-	(3)	(3)	-	-	(2)	(1)	-	-	57
Other	10	-	-	-	-	(1)	(1)	-	-	-	-	-	-	8
<b>Total Intangible Assets</b>	<b>196</b>	<b>7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(11)</b>	<b>(12)</b>	<b>-</b>	<b>-</b>	<b>(6)</b>	<b>(2)</b>	<b>-</b>	<b>-</b>	<b>172</b>
<b>Goodwill</b>														
Harris Bankcorp, Inc. and subsidiaries	201	-	-	-	-	-	-	-	-	(8)	(3)	-	-	190
First National Bank of Joliet	120	-	-	-	-	-	-	-	-	(4)	(2)	-	-	114
Bank of Montreal Securities Canada Limited	129	-	-	-	-	-	-	-	-	-	-	-	-	129
Moneris Solutions Corporation	61	-	-	-	-	-	-	-	-	-	-	-	-	61
Guardian Group of Funds Ltd.	187	-	-	-	-	-	-	-	-	-	-	-	-	187
myCFO	33	-	-	-	-	-	-	-	-	(1)	(1)	-	-	31
Gerard Klauer Mattison	43	-	-	-	-	-	-	-	-	(2)	(1)	-	-	40
Lakeland Community Bank	24	-	-	-	-	-	-	-	-	(1)	-	-	-	23
New Lenox State Bank	172	-	-	-	-	-	-	-	-	(6)	(3)	-	-	163
Mercantile Bancorp, Inc.	87	-	-	-	-	-	-	-	-	(3)	(2)	-	-	82
Villa Park Trust and Savings Bank	-	43	-	-	-	-	-	-	-	-	1	-	-	44
Other	34	-	-	-	-	-	-	-	-	-	-	-	-	34
<b>Total Goodwill</b>	<b>1,091</b>	<b>43</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(25)</b>	<b>(11)</b>	<b>-</b>	<b>-</b>	<b>1,098</b>

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

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

(\$ millions)	Book Value		Unrealized Gains (Losses)								
	2006 Q2	2006 Q1	2006 Q2	2006 Q1	2005 Q4	2005 Q3	2005 Q2	2005 Q1	2004 Q4	2004 Q3	2004 Q2
Investment Securities											
Canadian governments	1,013	22	-	-	-	-	-	-	-	1	2
U.S. governments	7,399	6,896	(48)	(37)	(23)	(17)	(14)	(22)	-	(16)	92
Mortgage-backed securities	421	448	(16)	(13)	(7)	-	(7)	(1)	4	(14)	14
Corporate debt <sup>(2)</sup>	1,803	2,161	1	6	6	19	4	19	21	20	39
Corporate equity <sup>(2)</sup>	2,328	2,376	17	25	20	74	66	62	60	96	176
Other governments	111	129	-	1	1	2	1	4	1	2	3
<b>Total Investment Securities</b>	<b>13,075</b>	<b>12,032</b>	<b>(46)</b>	<b>(18)</b>	<b>(3)</b>	<b>78</b>	<b>50</b>	<b>62</b>	<b>86</b>	<b>89</b>	<b>326</b>
Fair Value of Hedging Derivatives	n.a.	n.a.	31	22	15	(10)	(15)	(25)	(48)	(50)	(85)
Unrealized Gains (Losses) Net of Fair Value of Hedging Derivatives	n.a.	n.a.	(15)	4	12	68	35	37	38	39	241

(2) Corporate debt and corporate equity include merchant banking investments, which have been recorded at fair value since November 1, 2004, when we adopted new accounting rules applicable to our merchant banking subsidiaries.

**DERIVATIVE  
FINANCIAL INSTRUMENTS**

As at April 30, 2006

As at October 31, 2005

(\$ 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	868,579	8,171	13,039	2,997	749,499	8,724	12,955	2,995
Forward rate agreements	317,583	135	150	30	218,475	101	160	33
Purchased options	87,213	1,231	1,554	362	103,113	1,501	1,844	414
Written options	113,353	-	-	-	125,163	-	-	-
	1,386,728	9,537	14,743	3,389	1,196,250	10,326	14,959	3,442
Exchange traded								
Futures	228,126	-	-	-	181,506	-	-	-
Purchased options	73,962	-	-	-	76,481	-	-	-
Written options	42,781	-	-	-	57,850	-	-	-
	344,869	-	-	-	315,837	-	-	-
<b>Total Interest Rate Contracts</b>	<b>1,731,597</b>	<b>9,537</b>	<b>14,743</b>	<b>3,389</b>	<b>1,512,087</b>	<b>10,326</b>	<b>14,959</b>	<b>3,442</b>
<b>Foreign Exchange Contracts</b>								
Over-the-counter								
Cross-currency swaps	10,064	1,519	2,129	595	9,644	1,342	1,911	574
Cross-currency interest rate swaps	67,211	4,051	7,261	1,270	58,634	3,240	6,142	1,068
Forward foreign exchange contracts	100,484	1,393	2,662	750	95,002	874	1,997	586
Purchased options	8,735	88	234	91	5,790	88	159	58
Written options	10,303	-	-	-	6,306	-	-	-
	196,797	7,051	12,286	2,706	175,376	5,544	10,209	2,286
Exchange traded								
Futures (1)	1,036	-	-	-	4,015	-	-	-
Purchased options	4,410	-	-	-	2,016	-	-	-
Written options	942	-	-	-	675	-	-	-
	6,388	-	-	-	6,706	-	-	-
<b>Total Foreign Exchange Contracts</b>	<b>203,185</b>	<b>7,051</b>	<b>12,286</b>	<b>2,706</b>	<b>182,082</b>	<b>5,544</b>	<b>10,209</b>	<b>2,286</b>
<b>Commodity Contracts</b>								
Over-the-counter								
Swaps	48,354	4,632	10,645	3,880	41,977	6,221	11,969	4,706
Purchased options	71,089	6,296	13,864	5,068	46,746	6,316	11,123	4,465
Written options	67,440	-	-	-	47,619	-	-	-
	186,883	10,928	24,509	8,948	136,342	12,537	23,092	9,171
Exchange traded								
Futures	32,846	-	-	-	24,329	-	-	-
Purchased options	65,384	-	-	-	38,140	-	-	-
Written options	66,879	-	-	-	40,610	-	-	-
	165,109	-	-	-	103,079	-	-	-
<b>Total Commodity Contracts</b>	<b>351,992</b>	<b>10,928</b>	<b>24,509</b>	<b>8,948</b>	<b>239,421</b>	<b>12,537</b>	<b>23,092</b>	<b>9,171</b>
<b>Equity Contracts</b>								
Over-the-counter	22,697	499	2,014	710	19,969	328	1,776	604
Exchange traded	9,547	-	-	-	8,212	-	-	-
<b>Total Equity Contracts</b>	<b>32,244</b>	<b>499</b>	<b>2,014</b>	<b>710</b>	<b>28,181</b>	<b>328</b>	<b>1,776</b>	<b>604</b>
<b>Credit Contracts</b>								
Over-the-counter	45,869	156	2,037	461	39,781	129	1,740	377
Sub-total	2,364,887	28,171	55,589	16,214	2,001,552	28,864	51,776	15,880
Impact of master netting agreements	n.a.	(17,634)	(26,466)	(7,349)	n.a.	(16,937) <sup>(2)</sup>	(24,693)	(7,214)
<b>Total</b>	<b>2,364,887</b>	<b>10,537</b>	<b>29,123</b>	<b>8,865</b>	<b>2,001,552</b>	<b>11,927</b>	<b>27,083</b>	<b>8,666</b>

(1) Included in the notional amount is \$2 million as at April 30, 2006 (\$4 million as at October 31, 2005) related to Gold contracts.

(2) Impact of master netting agreements has been reduced by \$2,895 million for October 31, 2005.

**U.S. GAAP RECONCILIATION**

(\$ millions except as noted)

	2006	2006	2005	2005	2005	2005	2004	2004	2004	YTD	YTD	Fiscal	Fiscal
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2006	2005	2005	2004
Net Income-Canadian GAAP	644	630	657	541	600	602	551	643	591	1,274	1,202	2,400	2,306
Increase (Decrease) net of tax:													
Derivative instruments and hedging activities	-	(18)	(6)	(6)	(11)	(20)	(12)	(19)	12	(18)	(31)	(43)	(4)
Securitization revenue	-	-	-	-	-	-	-	-	(1)	-	-	-	(2)
Pension and related benefits expense	-	-	-	-	-	1	1	1	-	-	1	1	3
Stock-based compensation <sup>(1)</sup>	2	(29)	(2)	(3)	(3)	(3)	(6)	(6)	(7)	(27)	(6)	(11)	(29)
Merchant banking investments <sup>(2)</sup>	1	(13)	(7)	(10)	(8)	(29)	-	-	-	(12)	(37)	(54)	-
Software development expense	(6)	(7)	(7)	(7)	(6)	(7)	(7)	(7)	(6)	(13)	(13)	(27)	(27)
Mortgage prepayment fees	-	-	-	-	-	-	-	-	-	-	-	-	(27)
Variable interest entities	-	-	-	-	(13)	-	-	-	(4)	-	(13)	(13)	81
Liabilities and equity	6	5	6	2	5	5	12	11	11	11	10	18	45
Other	2	1	1	1	2	1	2	1	3	3	3	5	6
Income-U.S. GAAP before cumulative effect of accounting change	649	569	642	518	566	550	541	709	599	1,218	1,116	2,276	2,352
Cumulative effect of accounting change, net of tax	-	-	-	-	-	-	-	-	-	-	-	-	(111)
Net Income-U.S. GAAP	649	569	642	518	566	550	541	709	599	1,218	1,116	2,276	2,241
U.S. GAAP:													
Basic Earnings Per Share													
Income before cumulative effect of accounting change	\$1.27	\$1.12	\$1.27	\$1.02	\$1.12	\$1.08	\$1.04	\$1.37	\$1.16	\$2.39	\$2.20	\$4.49	\$4.54
Cumulative effect of accounting change	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$0.23)
Net Income	\$1.27	\$1.12	\$1.27	\$1.02	\$1.12	\$1.08	\$1.04	\$1.37	\$1.16	\$2.39	\$2.20	\$4.49	\$4.31
Diluted Earnings Per Share													
Income before cumulative effect of accounting change	\$1.25	\$1.10	\$1.24	\$1.01	\$1.09	\$1.06	\$1.02	\$1.33	\$1.13	\$2.35	\$2.15	\$4.40	\$4.42
Cumulative effect of accounting change	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	(\$0.22)
Net Income	\$1.25	\$1.10	\$1.24	\$1.01	\$1.09	\$1.06	\$1.02	\$1.33	\$1.13	\$2.35	\$2.15	\$4.40	\$4.20

(1) On November 1, 2005, we adopted the new accounting standard on stock-based compensation (see Note 9 to the unaudited interim consolidated financial statements for the quarter ended April 30, 2006).

Under United States GAAP, stock-based compensation granted to employees eligible to retire should be expensed at the time of grant. Under Canadian GAAP, stock-based compensation is expensed over the vesting period.

(2) On November 1, 2004, we adopted fair value accounting for our merchant banking investments for Canadian GAAP purposes (see Note 2 to the unaudited interim consolidated financial statements for the quarter ended October 31, 2005).

Under United States GAAP, we have not adopted fair value accounting for these investments.

**ASSETS UNDER ADMINISTRATION AND MANAGEMENT**

(\$ millions)

	2006	2006	2005	2005	2005	2005	2004	2004	2004
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
<b>Assets Under Administration</b>									
Institutional	64,803	59,299	64,605	63,225	65,856	62,063	65,600	82,985	86,799
Personal	151,455	147,017	138,442	177,743	174,765	170,044	159,908	166,067	169,159
Mutual Funds	155	155	155	157	144	133	123	-	-
Mortgage backed securities	-	-	-	-	-	-	-	-	1
Total	216,413	206,471	203,202	241,125	240,765	232,240	225,631	249,052	255,959
<b>Assets Under Management</b>									
Institutional	39,191	37,446	36,336	37,487	36,715	34,593	32,098	33,535	33,010
Personal	36,663	36,267	34,668	34,608	34,321	34,456	32,252	32,750	32,399
Mutual Funds	38,273	41,821	38,249	37,651	36,497	36,381	34,350	37,159	36,663
Total	114,127	115,534	109,253	109,746	107,533	105,430	98,700	103,444	102,072
<b>Total Assets under Administration and Management</b>	<b>330,540</b>	<b>322,005</b>	<b>312,455</b>	<b>350,871</b>	<b>348,298</b>	<b>337,670</b>	<b>324,331</b>	<b>352,496</b>	<b>358,031</b>



**COMMITMENTS AND  
CONTINGENT LIABILITIES**

(\$ millions)

**As at April 30, 2006**  
**Risk-  
Contract  
Amount  
Weighted  
Equivalent**
**As at October 31, 2005**  
**Risk-  
Contract  
Amount  
Weighted  
Equivalent**

	<b>As at April 30, 2006</b>		<b>As at October 31, 2005</b>	
	<b>Contract Amount</b>	<b>Weighted Equivalent</b>	<b>Contract Amount</b>	<b>Weighted Equivalent</b>
<b>Total Bank Consolidated</b>				
Credit Instruments				
Guarantees and standby letters of credit	10,732	7,626	12,755	8,695
Securities lending	101	5	810	51
Documentary and commercial letters of credit	1,060	107	974	87
Commitments to extend credit :				
Original maturity of 1 year and under	73,717	-	70,695	-
Original maturity of more than 1 year	25,886	12,654	24,411	11,909
<b>Total</b>	<b>111,496</b>	<b>20,392</b>	<b>109,645</b>	<b>20,742</b>
<b>Personal &amp; Commercial Client Group</b>				
Credit Instruments				
Guarantees and standby letters of credit	2,152	1,563	2,587	1,774
Securities lending	-	-	-	-
Documentary and commercial letters of credit	207	40	197	38
Commitments to extend credit :				
Original maturity of 1 year and under	21,823	-	22,131	-
Original maturity of more than 1 year	1,858	929	1,878	939
<b>Total</b>	<b>26,040</b>	<b>2,532</b>	<b>26,793</b>	<b>2,751</b>
<b>Private Client Group</b>				
Credit Instruments				
Guarantees and standby letters of credit	44	35	182	130
Securities lending	-	-	-	-
Documentary and commercial letters of credit	4	1	6	1
Commitments to extend credit :				
Original maturity of 1 year and under	533	-	570	-
Original maturity of more than 1 year	100	50	148	74
<b>Total</b>	<b>681</b>	<b>86</b>	<b>906</b>	<b>205</b>
<b>Investment Banking Group</b>				
Credit Instruments				
Guarantees and standby letters of credit	7,709	5,285	9,102	5,987
Securities lending	101	5	810	51
Documentary and commercial letters of credit	846	65	768	47
Commitments to extend credit :				
Original maturity of 1 year and under	51,347	-	47,987	-
Original maturity of more than 1 year	23,928	11,675	22,385	10,896
<b>Total</b>	<b>83,931</b>	<b>17,030</b>	<b>81,052</b>	<b>16,981</b>
<b>Corporate Support, including Technology and Solutions</b>				
Credit Instruments				
Guarantees and standby letters of credit	827	743	884	804
Securities lending	-	-	-	-
Documentary and commercial letters of credit	3	1	3	1
Commitments to extend credit :				
Original maturity of 1 year and under	14	-	7	-
Original maturity of more than 1 year	-	-	-	-
<b>Total</b>	<b>844</b>	<b>744</b>	<b>894</b>	<b>805</b>

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

	2006 Q2	2006 Q1	2005 Q4	2005 Q3	2005 Q2	2005 Q1	2004 Q4	2004 Q3	2004 Q2	YTD 2006	YTD 2005	Fiscal 2005	Fiscal 2004
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**Diversification Ratios**

<b>Gross Loans And Acceptances</b>													
Consumer	49.7 %	51.5 %	51.5 %	51.3 %	49.4 %	51.9 %	52.0 %	50.7 %	49.5 %				
Commercial and Corporate	50.3 %	48.5 %	48.5 %	48.7 %	50.6 %	48.1 %	48.0 %	49.3 %	50.5 %				
Canada	73.9 %	73.6 %	73.1 %	73.3 %	73.2 %	74.7 %	74.2 %	71.6 %	70.9 %				
United States	24.8 %	25.4 %	25.8 %	25.5 %	25.5 %	24.2 %	24.7 %	27.1 %	27.8 %				
Other Countries	1.3 %	1.0 %	1.1 %	1.2 %	1.3 %	1.1 %	1.1 %	1.3 %	1.3 %				

**Net Loans And Acceptances <sup>(2)</sup>**

Consumer	49.7 %	51.5 %	51.5 %	51.3 %	49.4 %	52.0 %	52.0 %	50.8 %	49.7 %				
Commercial and Corporate	50.3 %	48.5 %	48.5 %	48.7 %	50.6 %	48.0 %	48.0 %	49.2 %	50.3 %				
Canada	74.0 %	73.7 %	73.2 %	73.4 %	73.3 %	74.9 %	74.3 %	71.7 %	71.1 %				
United States	24.7 %	25.3 %	25.7 %	25.4 %	25.4 %	24.0 %	24.6 %	27.0 %	27.6 %				
Other Countries	1.3 %	1.0 %	1.1 %	1.2 %	1.3 %	1.1 %	1.1 %	1.3 %	1.3 %				

**Coverage Ratios**

<b>Allowance for Credit Losses (ACL)-to-Gross Impaired Loans and Acceptances (GIL)</b>													
Total	144.8 %	149.6 %	140.2 %	128.8 %	116.0 %	120.7 %	116.9 %	114.1 %	110.9 %	144.8 %	116.0 %	140.2 %	116.9 %
Consumer	4.2 %	5.2 %	4.6 %	5.3 %	3.9 %	3.6 %	4.3 %	3.9 %	3.9 %	4.2 %	3.9 %	4.6 %	4.3 %
Commercial and Corporate, excluding Securities Borrowed or Purchased under Resale Agreements	27.3 %	27.4 %	24.2 %	27.6 %	26.3 %	31.6 %	30.4 %	36.6 %	42.4 %	27.3 %	26.3 %	24.2 %	30.4 %
Net write-offs-to-average loans and Acceptances	0.0 %	0.0 %	0.1 %	0.1 %	0.1 %	0.0 %	0.1 %	0.0 %	0.1 %	0.1 %	0.1 %	0.2 %	0.2 %

**Condition Ratios**

GIL-to-Gross Loans and Acceptances	0.41 %	0.41 %	0.46 %	0.54 %	0.61 %	0.67 %	0.71 %	0.82 %	0.95 %				
GIL-to-Equity and Allowance for Credit Losses	4.57 %	4.47 %	4.91 %	5.92 %	6.77 %	7.10 %	7.47 %	8.90 %	10.28 %				
Net Impaired Loans and Acceptances (NIL)-to-Net Loans and Acceptances <sup>(2)</sup>	(0.18)%	(0.21)%	(0.19)%	(0.16)%	(0.10)%	(0.14)%	(0.12)%	(0.12)%	(0.11)%				
NIL-to-segmented Net Loans and Acceptances <sup>(2)</sup>													
Consumer	0.15 %	0.16 %	0.14 %	0.14 %	0.20 %	0.19 %	0.19 %	0.18 %	0.22 %				
Commercial and Corporate, excluding Securities Borrowed or Purchased under Resale Agreements	0.74 %	0.75 %	0.90 %	1.02 %	1.14 %	1.18 %	1.26 %	1.31 %	1.42 %				
Canada	(0.19)%	(0.23)%	(0.24)%	(0.24)%	(0.18)%	(0.23)%	(0.26)%	(0.29)%	(0.28)%				
United States	(0.20)%	(0.18)%	(0.08)%	(0.02)%	0.04 %	(0.02)%	0.12 %	0.17 %	0.17 %				
Other Countries	0.52 %	0.86 %	0.91 %	2.38 %	2.00 %	3.51 %	3.60 %	3.51 %	3.91 %				

**Consumer Loans (Canada)**
**90 Days & Over Delinquency Ratios**

Personal Loans	0.16 %	0.18 %	0.16 %	0.15 %	0.16 %	0.17 %	0.15 %	0.15 %	0.18 %				
Credit Card	0.53 %	0.54 %	0.49 %	0.46 %	0.50 %	0.51 %	0.45 %	0.47 %	0.51 %				
Mortgages <sup>(3)</sup>	0.21 %	0.21 %	0.20 %	0.21 %	0.23 %	0.22 %	0.21 %	0.21 %	0.24 %				
Total Consumer (excluding Government Guaranteed Student Loans) <sup>(3)</sup>	0.21 %	0.22 %	0.21 %	0.21 %	0.23 %	0.22 %	0.21 %	0.21 %	0.24 %				
Total Consumer	0.24 %	0.24 %	0.24 %	0.23 %	0.25 %	0.25 %	0.23 %	0.24 %	0.28 %				

**Consumer Loans (U.S.)**
**90 Days & Over Delinquency Ratios**

Personal Loans	0.15 %	0.16 %	0.15 %	0.12 %	0.11 %	0.13 %	0.11 %	0.10 %	0.11 %				
Credit Card	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.				
Mortgages <sup>(3)</sup>	0.09 %	0.13 %	0.11 %	0.16 %	0.20 %	0.19 %	0.24 %	0.32 %	0.26 %				
Total Consumer	0.13 %	0.15 %	0.13 %	0.14 %	0.15 %	0.16 %	0.17 %	0.19 %	0.18 %				

**Consumer Loans (Consolidated)**
**90 Days & Over Delinquency Ratios**

Personal Loans	0.13 %	0.16 %	0.15 %	0.14 %	0.15 %	0.16 %	0.14 %	0.13 %	0.16 %				
Credit Card	0.53 %	0.54 %	0.49 %	0.46 %	0.50 %	0.51 %	0.45 %	0.47 %	0.51 %				
Mortgages <sup>(3)</sup>	0.20 %	0.21 %	0.19 %	0.20 %	0.22 %	0.21 %	0.21 %	0.22 %	0.24 %				
Total Consumer (excluding Government Guaranteed Student Loans) <sup>(3)</sup>	0.20 %	0.21 %	0.20 %	0.20 %	0.21 %	0.21 %	0.20 %	0.21 %	0.23 %				
Total Consumer	0.23 %	0.23 %	0.22 %	0.22 %	0.24 %	0.23 %	0.22 %	0.23 %	0.26 %				

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

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

<sup>(3)</sup> The Mortgages and Total Consumer (excluding Government Guaranteed Student Loans) delinquency ratios include Household Mortgage balances, previously excluded from the ratio calculations.

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

(\$ millions except as noted)

	2006 Q2	2006 Q1	2005 Q4	2005 Q3	2005 Q2	2005 Q1	2004 Q4	2004 Q3	2004 Q2	YTD 2006	YTD 2005	Fiscal 2005	Fiscal 2004
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**Performance Ratios (Annualized)**

PCL-to-average net loans and acceptances	0.14 %	0.12 %	0.13 %	0.17 %	0.01 %	0.11 %	(0.03)%	(0.28)%	0.01 %	0.13 %	0.06 %	0.11 %	(0.07)%
PCL-to-segmented average net loans and acceptances													
Consumer	0.25 %	0.20 %	0.20 %	0.23 %	0.30 %	0.19 %	0.21 %	0.22 %	0.22 %	0.23 %	0.25 %	0.23 %	0.22 %
Commercial and Corporate	0.04 %	0.03 %	0.06 %	0.11 %	(0.09)%	0.02 %	(0.03)%	(0.58)%	0.02 %	0.03 %	(0.04)%	0.03 %	(0.13)%
Canada	0.16 %	0.15 %	0.16 %	0.17 %	0.10 %	0.17 %	0.03 %	0.05 %	0.03 %	0.16 %	0.14 %	0.15 %	0.00 %
United States	0.10 %	0.03 %	0.06 %	0.24 %	(0.15)%	(0.02)%	(0.01)%	(1.13)%	0.29 %	0.06 %	(0.09)%	0.03 %	(0.11)%
Other Countries	(0.19)%	0.00 %	(0.18)%	(0.70)%	(1.13)%	(1.62)%	(4.77)%	(0.19)%	(6.54)%	(0.10)%	(1.96)%	(1.38)%	(2.81)%

**Provision for Credit Losses by Country**

Canada	56	49	52	56	32	52	10	13	7	105	84	192	(1)
United States	11	3	6	25	(15)	(2)	(1)	(122)	31	14	(17)	14	(46)
Other Countries	(1)	-	(1)	(8)	(11)	(7)	(22)	(1)	(33)	(1)	(18)	(27)	(56)
<b>Total Provision For Credit Losses</b>	<b>66</b>	<b>52</b>	<b>57</b>	<b>73</b>	<b>6</b>	<b>43</b>	<b>(13)</b>	<b>(110)</b>	<b>5</b>	<b>118</b>	<b>49</b>	<b>179</b>	<b>(103)</b>

**Interest Income on Impaired Loans**

Total	11	18	10	6	9	13	12	33	7	29	22	38	66
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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 2006	Fiscal 2005	Fiscal 2004
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**Provision by Product and Industry**

Consumer			
Residential mortgages	4	3	3
Cards	60	141	106
Personal Loans	40	53	60
<b>Total Loans to Consumers</b>	<b>104</b>	<b>197</b>	<b>169</b>
Commercial and Corporate			
Commercial mortgages	(1)	4	2
Commercial real estate	-	2	6
Construction (non-real estate)	(4)	9	9
Retail trade	2	15	2
Wholesale trade	2	13	9
Agriculture	(1)	4	20
Communications	-	(34)	(12)
Manufacturing	10	23	(37)
Mining	-	-	(1)
Oil and Gas	-	-	(4)
Transportation	5	13	(17)
Utilities	(19)	(26)	(87)
Forest Products	4	-	(7)
Service industries	5	5	13
Financial institutions - excluding securities borrowed or purchased under resale agreements	-	(1)	13
Other	11	(5)	(11)
<b>Total Commercial and Corporate, excluding   Securities Borrowed or Purchased under Resale Agreements</b>	<b>14</b>	<b>22</b>	<b>(102)</b>
<b>Securities Borrowed or Purchased under Resale Agreements</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Commercial and Corporate</b>	<b>14</b>	<b>22</b>	<b>(102)</b>
<b>Total specific provision for credit losses</b>	<b>118</b>	<b>219</b>	<b>67</b>
<b>General provision</b>	<b>-</b>	<b>(40)</b>	<b>(170)</b>
<b>Total Provision for Credit Losses</b>	<b>118</b>	<b>179</b>	<b>(103)</b>

	YTD 2006	Fiscal 2005	Fiscal 2004
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	3.4%	1.4%	4.5%
	50.8%	64.4%	158.2%
	33.9%	24.2%	89.5%
	88.1%	90.0%	252.2%
	(0.8)%	1.8%	3.0%
	0.0%	0.9%	9.0%
	(3.4)%	4.1%	13.4%
	1.7%	6.8%	3.0%
	1.7%	5.9%	13.4%
	(0.8)%	1.8%	29.9%
	0.0%	(15.5)%	(17.9)%
	8.5%	10.5%	(55.2)%
	0.0%	0.0%	(1.5)%
	0.0%	0.0%	(6.0)%
	4.2%	5.9%	(25.4)%
	(16.1)%	(11.9)%	(129.9)%
	3.4%	0.0%	(10.4)%
	4.2%	2.3%	19.4%
	0.0%		
	0.0%	(0.4)%	19.4%
	9.3%	(2.3)%	(16.4)%
	11.9%	10.0%	(152.2)%
	0.0%	0.0%	0.0%
	11.9%	10.0%	(152.2)%
	100.0%	100.0%	100.0%

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

	2006	2006	2005	2005	2005	2005	2004	2004	2004			
(\$ millions)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	MIX	INC/(DEC)	
										Q2	VS LAST YEAR	
<b>Consumer</b>												
Residential mortgages <sup>(1)</sup>	60,011	59,558	57,760	56,612	54,580	53,885	53,266	52,800	51,310	31.8 %	5,431	10.0 %
Cards	4,874	4,709	4,648	4,717	4,557	4,525	3,702	3,530	3,405	2.6 %	317	7.0 %
Personal loans	28,873	28,206	27,929	27,241	26,714	25,728	24,887	24,568	23,623	15.3 %	2,159	8.1 %
<b>Total Consumer</b>	<b>93,758</b>	<b>92,473</b>	<b>90,337</b>	<b>88,570</b>	<b>85,851</b>	<b>84,138</b>	<b>81,855</b>	<b>80,898</b>	<b>78,338</b>	<b>49.7 %</b>	<b>7,907</b>	<b>9.2 %</b>
<b>Commercial and Corporate, excluding</b>												
Securities Borrowed or Purchased under Resale Agreements												
Commercial mortgages	8,437	8,214	8,246	8,231	8,305	8,204	7,954	7,931	7,846	4.5 %	132	1.6 %
Commercial real estate	4,745	4,293	4,248	4,178	3,857	3,699	3,521	3,715	3,251	2.5 %	888	23.0 %
Construction (non-real estate)	1,043	963	940	963	907	873	959	994	1,047	0.6 %	136	15.0 %
Retail trade	3,945	3,661	3,512	3,541	3,670	3,376	3,249	3,359	3,411	2.1 %	275	7.5 %
Automotive	2,255	2,091	1,953	1,998	2,055	1,900	1,749	1,804	1,843	1.2 %	200	9.7 %
Food and beverage	453	458	399	369	344	417	277	318	358	0.2 %	109	31.7 %
Other	1,237	1,112	1,160	1,174	1,271	1,059	1,223	1,237	1,210	0.6 %	(34)	(2.7)%
Wholesale trade	2,945	2,768	2,824	2,993	3,030	2,761	2,572	2,662	2,928	1.6 %	(85)	(2.8)%
Agriculture	324	296	305	269	320	304	253	231	374	0.2 %	4	1.3 %
Automotive	268	239	247	270	224	219	186	163	179	0.1 %	44	19.6 %
Food and beverage	594	641	627	641	677	671	601	693	767	0.3 %	(83)	(12.3)%
Construction and industrial	776	667	738	827	782	664	695	744	720	0.3 %	(6)	(0.8)%
Other	983	925	907	986	1,027	903	837	831	888	0.4 %	(44)	(4.3)%
Agriculture	3,063	3,032	2,855	2,757	2,787	2,691	2,548	2,528	2,629	1.6 %	276	9.9 %
Communications	1,320	1,312	1,181	1,244	1,133	1,109	1,461	1,295	1,283	0.7 %	187	16.5 %
Long haul fibre	-	1	1	42	43	43	43	48	50	0.0 %	(43)	(100.0)%
Wireless	-	6	15	22	16	16	15	44	96	0.0 %	(16)	(100.0)%
Towers	-	-	-	-	-	16	16	17	20	0.0 %	-	0.0 %
CLECs	-	-	-	-	-	1	1	1	1	0.0 %	-	0.0 %
Other communications	84	33	41	134	101	113	213	238	172	0.0 %	(17)	(16.8)%
Total Telecom	84	40	57	198	160	189	288	348	339	0.0 %	(76)	(47.5)%
Cable	433	524	507	482	495	482	782	530	502	0.2 %	(62)	(12.5)%
Broadcasting	803	748	617	564	478	438	391	417	442	0.4 %	325	68.0 %
<b>Manufacturing</b>	<b>7,526</b>	<b>6,685</b>	<b>7,030</b>	<b>7,792</b>	<b>7,551</b>	<b>6,739</b>	<b>6,574</b>	<b>7,118</b>	<b>7,606</b>	<b>4.0 %</b>	<b>(25)</b>	<b>(0.3)%</b>
Industrial products	2,666	2,334	2,355	2,488	2,574	2,319	2,126	2,446	2,670	1.4 %	92	3.6 %
Consumer products	2,222	1,957	2,012	2,348	2,218	1,852	2,032	2,167	2,327	1.2 %	4	0.2 %
Automotive	433	447	551	579	630	658	616	640	633	0.2 %	(197)	(31.3)%
Other manufacturing	2,205	1,947	2,112	2,377	2,129	1,910	1,800	1,865	1,976	1.2 %	76	3.6 %
Mining	432	404	375	387	267	245	290	332	374	0.2 %	165	61.8 %
Oil and Gas	3,207	2,775	2,830	2,733	2,856	2,872	2,863	2,898	2,258	1.7 %	351	12.3 %
Transportation	1,098	990	935	1,127	918	995	957	1,325	1,158	0.6 %	180	19.6 %
Utilities	900	1,080	916	850	839	904	817	917	910	0.5 %	61	7.3 %
Electric power generation	531	601	657	646	638	685	609	725	683	0.3 %	(107)	(16.8)%
Gas, water and other	369	479	259	204	201	219	208	192	227	0.2 %	168	83.6 %
Forest products	871	657	646	605	601	604	552	645	704	0.5 %	270	44.9 %
Service industries	6,929	6,934	7,069	6,818	6,938	6,778	6,474	7,255	6,692	3.7 %	(9)	(0.1)%
Automotive lease and rental	683	740	720	798	786	773	757	834	775	0.4 %	(103)	(13.1)%
Educational	1,122	1,132	1,068	1,190	1,166	1,048	1,084	1,243	1,061	0.6 %	(44)	(3.8)%
Health care	996	964	1,296	926	926	931	941	988	951	0.5 %	70	7.6 %
Business and professional services	1,525	1,381	1,268	1,064	1,201	1,213	999	983	968	0.8 %	324	27.0 %
Hospitality and recreation	1,328	1,363	1,394	1,450	1,421	1,394	1,395	1,428	1,431	0.7 %	(93)	(6.5)%
Other	1,275	1,354	1,323	1,390	1,438	1,419	1,298	1,779	1,506	0.7 %	(163)	(11.3)%
Financial institutions	8,716	6,326	6,355	6,122	6,629	5,958	5,885	7,094	6,316	4.6 %	2,087	31.5 %
Other	6,627	7,277	6,886	6,648	6,365	5,706	6,416	5,840	5,739	3.4 %	262	4.1 %
<b>Total Commercial and Corporate, excluding</b>												
Securities Borrowed or Purchased under Resale Agreements	61,804	57,371	56,848	56,989	56,653	53,514	53,092	55,908	54,152	32.8 %	5,151	9.1 %
Securities Borrowed or Purchased under Resale Agreements	33,116	29,853	28,280	27,259	31,357	24,487	22,609	22,727	25,613	17.5 %	1,759	5.6 %
<b>Total Commercial and Corporate</b>	<b>94,920</b>	<b>87,224</b>	<b>85,128</b>	<b>84,248</b>	<b>88,010</b>	<b>78,001</b>	<b>75,701</b>	<b>78,635</b>	<b>79,765</b>	<b>50.3 %</b>	<b>6,910</b>	<b>7.9 %</b>
<b>Total Gross Loans and Acceptances</b>	<b>188,678</b>	<b>179,697</b>	<b>175,465</b>	<b>172,818</b>	<b>173,861</b>	<b>162,139</b>	<b>157,556</b>	<b>159,533</b>	<b>158,103</b>	<b>100.0 %</b>	<b>14,817</b>	<b>8.5 %</b>

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

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

(\$ millions)	2006 Q2	2006 Q1	2005 Q4	2005 Q3	2005 Q2	2005 Q1	2004 Q4	2004 Q3	2004 Q2	MIX Q2	INC/(DEC) VS LAST YEAR	
<b>Specific Allowances</b>												
<b>Consumer</b>												
Residential mortgages	5	7	5	6	6	5	5	5	6	0.4 %	(1)	(16.7)%
Cards	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
Consumer instalments & other personal loans	1	1	1	1	1	1	2	1	1	0.1 %	-	0.0 %
<b>Total Consumer</b>	<b>6</b>	<b>8</b>	<b>6</b>	<b>7</b>	<b>7</b>	<b>6</b>	<b>7</b>	<b>6</b>	<b>7</b>	<b>0.5 %</b>	<b>(1)</b>	<b>(14.3)%</b>
<b>Commercial and Corporate, excluding Securities Borrowed or Purchased under Resale Agreements</b>												
Commercial mortgages	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
Commercial real estate	8	8	6	6	5	5	4	6	3	0.7 %	3	60.0 %
Construction (non-real estate)	3	4	4	6	5	24	20	6	18	0.3 %	(2)	(40.0)%
<b>Retail trade</b>	<b>18</b>	<b>19</b>	<b>18</b>	<b>20</b>	<b>14</b>	<b>7</b>	<b>7</b>	<b>4</b>	<b>5</b>	<b>1.6 %</b>	<b>4</b>	<b>28.6 %</b>
Automotive	1	1	1	1	1	1	1	2	2	0.1 %	-	0.0 %
Food and beverage	13	15	14	15	11	5	4	-	-	1.2 %	2	18.2 %
Other	4	3	3	4	2	1	2	2	3	0.4 %	2	100.0 %
<b>Wholesale trade</b>	<b>22</b>	<b>19</b>	<b>20</b>	<b>23</b>	<b>21</b>	<b>17</b>	<b>14</b>	<b>46</b>	<b>57</b>	<b>2.0 %</b>	<b>1</b>	<b>4.8 %</b>
Agriculture	10	10	10	10	10	5	-	-	-	0.9 %	-	0.0 %
Automotive	-	1	2	2	1	1	-	1	4	0.0 %	(1)	(100.0)%
Food and beverage	8	6	6	5	4	5	5	35	40	0.7 %	4	100.0 %
Construction and industrial	4	-	-	1	1	2	3	3	3	0.0 %	(1)	(100.0)%
Other	4	2	2	5	5	4	6	7	10	0.4 %	(1)	(20.0)%
Agriculture	9	11	13	12	13	13	12	15	10	0.8 %	(4)	(30.8)%
Communications	1	2	2	26	27	44	46	51	53	0.1 %	(26)	(96.3)%
Long haul fibre	-	1	1	26	26	26	25	28	29	0.0 %	(26)	(100.0)%
Wireless	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
Towers	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
CLECs	-	-	-	-	-	1	1	1	1	0.0 %	-	0.0 %
Other communications	1	1	1	-	1	-	4	4	4	0.1 %	-	0.0 %
Total Telecom	1	2	2	26	27	27	30	33	34	0.1 %	(26)	(96.3)%
Cable	-	-	-	-	-	17	16	18	19	0.0 %	-	0.0 %
Broadcasting	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
<b>Manufacturing</b>	<b>51</b>	<b>46</b>	<b>53</b>	<b>77</b>	<b>70</b>	<b>80</b>	<b>79</b>	<b>107</b>	<b>146</b>	<b>4.6 %</b>	<b>(19)</b>	<b>(27.1)%</b>
Industrial products	15	15	19	30	35	37	38	48	64	1.3 %	(20)	(57.1)%
Consumer products	16	10	5	22	17	19	21	32	54	1.4 %	(1)	(5.9)%
Automotive	5	6	11	11	12	11	1	3	4	0.4 %	(7)	(58.3)%
Other manufacturing	15	15	18	14	6	13	19	24	24	1.3 %	9	+100.0%
Mining	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
Oil and Gas	-	1	1	-	-	-	-	-	-	0.0 %	-	0.0 %
Transportation	10	2	3	4	5	7	6	32	39	0.9 %	5	100.0 %
Utilities	-	-	-	-	22	38	46	56	95	0.0 %	(22)	(100.0)%
Electric power generation	-	-	-	-	22	38	46	56	95	0.0 %	(22)	(100.0)%
Gas, water and other	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
Forest products	6	1	2	2	4	4	8	8	8	0.5 %	2	50.0 %
<b>Service industries</b>	<b>28</b>	<b>27</b>	<b>26</b>	<b>27</b>	<b>24</b>	<b>25</b>	<b>23</b>	<b>31</b>	<b>43</b>	<b>2.5 %</b>	<b>4</b>	<b>16.7 %</b>
Automotive lease and rental	3	3	3	4	4	5	3	2	2	0.3 %	(1)	(25.0)%
Educational	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
Health care	-	-	-	-	-	-	-	-	-	0.0 %	-	+100.0%
Business and professional services	7	7	6	6	6	5	8	10	13	0.6 %	1	16.7 %
Hospitality and recreation	5	3	3	3	3	3	4	5	6	0.4 %	2	66.7 %
Other	13	14	14	14	11	12	8	14	22	1.2 %	2	18.2 %
Financial institutions	2	4	7	7	7	8	10	39	46	0.2 %	(5)	(71.4)%
Other	14	18	8	11	13	19	16	20	37	1.2 %	1	7.7 %
<b>Total Commercial and Corporate, excluding Securities Borrowed or Purchased under Resale Agreements</b>	<b>172</b>	<b>162</b>	<b>163</b>	<b>221</b>	<b>230</b>	<b>291</b>	<b>291</b>	<b>421</b>	<b>560</b>	<b>15.4 %</b>	<b>(58)</b>	<b>(25.2)%</b>
Securities Borrowed or Purchased under Resale Agreements	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
<b>Total Commercial and Corporate</b>	<b>172</b>	<b>162</b>	<b>163</b>	<b>221</b>	<b>230</b>	<b>291</b>	<b>291</b>	<b>421</b>	<b>560</b>	<b>15.4 %</b>	<b>(58)</b>	<b>(25.2)%</b>
<b>Total Specific Allowances (1)</b>	<b>178</b>	<b>170</b>	<b>169</b>	<b>228</b>	<b>237</b>	<b>297</b>	<b>298</b>	<b>427</b>	<b>567</b>	<b>15.9 %</b>	<b>(59)</b>	<b>(24.9)%</b>
<b>General allowance</b>	<b>939</b>	<b>945</b>	<b>959</b>	<b>972</b>	<b>983</b>	<b>1,017</b>	<b>1,010</b>	<b>1,060</b>	<b>1,100</b>	<b>84.1 %</b>	<b>(44)</b>	<b>(4.5)%</b>
<b>Total Allowance for Credit Losses</b>	<b>1,117</b>	<b>1,115</b>	<b>1,128</b>	<b>1,200</b>	<b>1,220</b>	<b>1,314</b>	<b>1,308</b>	<b>1,487</b>	<b>1,667</b>	<b>100.0 %</b>	<b>(103)</b>	<b>(8.4)%</b>

(1) Excludes specific allowances related to other credit instruments.

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

	2006	2006	2005	2005	2005	2005	2004	2004	2004	MIX	INC/(DEC)	
(\$ millions)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q2	VS LAST YEAR	
<b>Consumer</b>												
Residential mortgages	60,006	59,551	57,755	56,606	54,574	53,880	53,261	52,795	51,304	32.0 %	5,432	10.0 %
Cards	4,874	4,709	4,648	4,717	4,557	4,525	3,702	3,530	3,405	2.6 %	317	7.0 %
Consumer instalments & other personal loans	28,872	28,205	27,928	27,240	26,713	25,727	24,885	24,567	23,622	15.4 %	2,159	8.1 %
<b>Total Consumer</b>	<b>93,752</b>	<b>92,465</b>	<b>90,331</b>	<b>88,563</b>	<b>85,844</b>	<b>84,132</b>	<b>81,848</b>	<b>80,892</b>	<b>78,331</b>	<b>50.0 %</b>	<b>7,908</b>	<b>9.2 %</b>
<b>Commercial and Corporate, excluding</b>												
Securities Borrowed or Purchased under Resale Agreements												
Commercial mortgages	8,437	8,214	8,246	8,231	8,305	8,204	7,954	7,931	7,846	4.5 %	132	1.6 %
Commercial real estate	4,737	4,285	4,242	4,172	3,852	3,694	3,517	3,709	3,248	2.5 %	885	23.0 %
Construction (non-real estate)	1,040	959	936	957	902	849	939	988	1,029	0.6 %	138	15.3 %
Retail trade	3,927	3,642	3,494	3,521	3,656	3,369	3,242	3,355	3,406	2.1 %	271	7.4 %
Automotive	2,254	2,090	1,952	1,997	2,054	1,899	1,748	1,802	1,841	1.2 %	200	9.7 %
Food and beverage	440	443	385	354	333	412	273	318	358	0.2 %	107	32.1 %
Other	1,233	1,109	1,157	1,170	1,269	1,058	1,221	1,235	1,207	0.7 %	(36)	(2.8)%
Wholesale trade	2,923	2,749	2,804	2,970	3,009	2,744	2,558	2,616	2,871	1.6 %	(86)	(2.9)%
Agriculture	314	286	295	259	310	299	253	231	374	0.2 %	4	1.3 %
Automotive	268	238	245	268	223	218	186	162	175	0.1 %	45	20.2 %
Food and beverage	586	635	621	636	673	666	596	658	727	0.3 %	(87)	(12.9)%
Construction and industrial	776	667	738	826	781	662	692	741	717	0.3 %	(5)	(0.6)%
Other	979	923	905	981	1,022	899	831	824	878	0.4 %	(43)	(4.2)%
Agriculture	3,054	3,021	2,842	2,745	2,774	2,678	2,536	2,513	2,619	1.6 %	280	10.1 %
Communications	1,319	1,310	1,179	1,218	1,106	1,065	1,415	1,244	1,230	0.7 %	213	19.3 %
Long haul fibre	-	-	-	16	17	17	18	20	21	0.0 %	(17)	(100.0)%
Wireless	-	6	15	22	16	16	15	44	96	0.0 %	(16)	(100.0)%
Towers	-	-	-	-	-	16	16	17	20	0.0 %	-	0.0 %
CLECs	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
Other communications	83	32	40	134	100	113	209	234	168	0.0 %	(17)	(17.0)%
Total Telecom	83	38	55	172	133	162	258	315	305	0.0 %	(50)	(37.6)%
Cable	433	524	507	482	495	465	766	512	483	0.2 %	(62)	(12.5)%
Broadcasting	803	748	617	564	478	438	391	417	442	0.4 %	325	68.0 %
<b>Manufacturing</b>	<b>7,475</b>	<b>6,639</b>	<b>6,977</b>	<b>7,715</b>	<b>7,481</b>	<b>6,659</b>	<b>6,495</b>	<b>7,011</b>	<b>7,460</b>	<b>4.0 %</b>	<b>(6)</b>	<b>(0.1)%</b>
Industrial products	2,651	2,319	2,336	2,458	2,539	2,282	2,088	2,398	2,606	1.4 %	112	4.4 %
Consumer products	2,206	1,947	2,007	2,326	2,201	1,833	2,011	2,135	2,273	1.2 %	5	0.2 %
Automotive	428	441	540	568	618	647	615	637	629	0.2 %	(190)	(30.7)%
Other manufacturing	2,190	1,932	2,094	2,363	2,123	1,897	1,781	1,841	1,952	1.2 %	67	3.2 %
Mining	432	404	375	387	267	245	290	332	374	0.2 %	165	61.8 %
Oil and Gas	3,207	2,774	2,829	2,733	2,856	2,872	2,863	2,898	2,258	1.7 %	351	12.3 %
Transportation	1,088	988	932	1,123	913	988	951	1,293	1,119	0.6 %	175	19.2 %
Utilities	900	1,080	916	850	817	866	771	861	815	0.5 %	83	10.2 %
Electric power generation	531	601	657	646	616	647	563	669	588	0.3 %	(85)	(13.8)%
Gas, water and other	369	479	259	204	201	219	208	192	227	0.2 %	168	83.6 %
Forest products	865	656	644	603	597	600	544	637	696	0.5 %	268	44.9 %
Service industries	6,901	6,907	7,043	6,791	6,914	6,753	6,451	7,224	6,649	3.7 %	(13)	(0.2)%
Automotive lease and rental	680	737	717	794	782	768	754	832	773	0.4 %	(102)	(13.0)%
Educational	1,122	1,132	1,068	1,190	1,166	1,048	1,084	1,243	1,061	0.6 %	(44)	(3.8)%
Health care	996	964	1,296	926	926	931	941	988	951	0.5 %	70	7.6 %
Business and professional services	1,518	1,374	1,262	1,058	1,195	1,208	991	973	955	0.8 %	323	27.0 %
Hospitality and recreation	1,323	1,360	1,391	1,447	1,418	1,391	1,391	1,423	1,425	0.7 %	(95)	(6.7)%
Other	1,262	1,340	1,309	1,376	1,427	1,407	1,290	1,765	1,484	0.8 %	(165)	(11.6)%
Financial institutions	8,714	6,322	6,348	6,115	6,622	5,950	5,875	7,055	6,270	4.6 %	2,092	31.6 %
Other	6,613	7,259	6,878	6,637	6,352	5,687	6,400	5,820	5,702	3.5 %	261	4.1 %
<b>Total Commercial and Corporate, excluding</b>												
Securities Borrowed or Purchased under Resale Agreements	61,632	57,209	56,685	56,768	56,423	53,223	52,801	55,487	53,592	32.9 %	5,209	9.2 %
Securities Borrowed or Purchased under Resale Agreements	33,116	29,853	28,280	27,259	31,357	24,487	22,609	22,727	25,613	17.7 %	1,759	5.6 %
<b>Total Commercial and Corporate</b>	<b>94,748</b>	<b>87,062</b>	<b>84,965</b>	<b>84,027</b>	<b>87,780</b>	<b>77,710</b>	<b>75,410</b>	<b>78,214</b>	<b>79,205</b>	<b>50.6 %</b>	<b>6,968</b>	<b>7.9 %</b>
<b>Loans and Acceptances, Net of Specific Allowances</b>	<b>188,500</b>	<b>179,527</b>	<b>175,296</b>	<b>172,590</b>	<b>173,624</b>	<b>161,842</b>	<b>157,258</b>	<b>159,106</b>	<b>157,536</b>	<b>100.5 %</b>	<b>14,876</b>	<b>8.6 %</b>
General allowance	(939)	(945)	(959)	(972)	(983)	(1,017)	(1,010)	(1,060)	(1,100)	(0.5)%	(44)	(4.5)%
<b>Total Net Loans and Acceptances</b>	<b>187,561</b>	<b>178,582</b>	<b>174,337</b>	<b>171,618</b>	<b>172,641</b>	<b>160,825</b>	<b>156,248</b>	<b>158,046</b>	<b>156,436</b>	<b>100.0 %</b>	<b>14,920</b>	<b>8.6 %</b>

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

	2006	2006	2005	2005	2005	2005	2004	2004	2004	% (1)	INC/(DEC)
(\$ millions)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q2	VS LAST YEAR
<b>Consumer</b>											
Residential mortgages	100	110	92	93	139	129	125	118	140	0.2 %	(39) (28.1)%
Consumer instalments & other personal loans	42	44	39	39	39	39	37	35	41	0.1 %	3 7.7 %
<b>Total Consumer</b>	<b>142</b>	<b>154</b>	<b>131</b>	<b>132</b>	<b>178</b>	<b>168</b>	<b>162</b>	<b>153</b>	<b>181</b>	<b>0.2 %</b>	<b>(36) (20.2)%</b>
<b>Commercial and Corporate, excluding</b>											
<b>Securities Borrowed or Purchased under Resale Agreements</b>											
Commercial mortgages	19	23	36	26	32	43	32	37	41	0.2 %	(13) (40.6)%
Commercial real estate	29	31	28	28	32	37	40	54	55	0.6 %	(3) (9.4)%
Construction (non-real estate)	6	10	11	13	17	35	37	37	52	0.6 %	(11) (64.7)%
Retail trade	52	56	57	59	64	37	44	15	15	1.3 %	(12) (18.8)%
Automotive	4	5	4	4	4	7	4	5	4	0.2 %	- 0.0 %
Food and beverage	39	42	43	45	47	18	18	1	2	8.6 %	(8) (17.0)%
Other	9	9	10	10	13	12	22	9	9	0.7 %	(4) (30.8)%
Wholesale trade	47	40	44	64	54	53	33	68	76	1.6 %	(7) (13.0)%
Agriculture	17	16	16	16	20	18	-	2	1	5.2 %	(3) (15.0)%
Automotive	1	2	5	6	6	6	2	2	7	0.4 %	(5) (83.3)%
Food and beverage	23	16	16	18	18	20	20	49	49	3.9 %	5 27.8 %
Construction and industrial	-	1	1	1	2	2	3	4	5	0.0 %	(2) (100.0)%
Other	6	5	6	23	8	7	8	11	14	0.6 %	(2) (25.0)%
Agriculture	37	26	28	30	30	28	30	34	38	1.2 %	7 23.3 %
Communications	89	108	118	154	163	188	195	217	238	6.7 %	(74) (45.4)%
Long haul fibre	-	1	1	34	35	43	43	48	50	0.0 %	(35) (100.0)%
Wireless	-	-	-	-	-	-	-	-	-	0.0 %	- 0.0 %
Towers	-	-	-	-	-	16	16	17	18	0.0 %	- 0.0 %
CLECs	-	-	-	-	-	1	1	1	1	0.0 %	- 0.0 %
Other communications	2	1	1	1	2	1	5	6	7	2.4 %	- 0.0 %
Total Telecom	2	2	2	35	37	61	65	72	76	2.4 %	(35) (94.6)%
Cable	87	106	116	119	126	127	130	145	153	20.1 %	(39) (31.0)%
Broadcasting	-	-	-	-	-	-	-	-	9	0.0 %	- 0.0 %
Manufacturing	143	136	170	198	197	185	202	263	311	1.9 %	(54) (27.4)%
Industrial products	27	41	57	61	62	75	79	86	94	1.0 %	(35) (56.5)%
Consumer products	46	26	14	35	36	35	56	73	102	2.1 %	10 27.8 %
Automotive	35	32	38	44	54	48	34	42	45	8.1 %	(19) (35.2)%
Other manufacturing	35	37	61	58	45	27	33	62	70	1.6 %	(10) (22.2)%
Mining	1	-	-	-	-	-	-	20	25	0.2 %	1 +100.0%
Oil and Gas	2	1	2	-	-	-	-	-	-	0.1 %	2 0.0 %
Transportation	18	19	21	13	21	34	34	50	54	1.6 %	(3) (14.3)%
Utilities	-	23	24	75	105	122	121	141	176	0.0 %	(105) (100.0)%
Electric power generation	-	23	24	75	105	122	121	141	176	0.0 %	(105) (100.0)%
Gas, water and other	-	-	-	-	-	-	-	-	-	0.0 %	- 0.0 %
Forest products	51	1	7	6	7	8	13	14	14	5.9 %	44 +100.0%
Service industries	80	74	80	77	81	94	91	95	102	1.2 %	(1) (1.2)%
Automotive lease and rental	5	6	10	6	7	8	8	10	13	0.7 %	(2) (28.6)%
Educational	1	1	-	-	-	-	-	1	1	0.1 %	1 0.0 %
Health care	2	2	2	2	3	12	13	14	16	0.2 %	(1) (33.3)%
Business and professional services	8	9	9	11	11	9	10	13	14	0.5 %	(3) (27.3)%
Hospitality and recreation	22	18	15	16	17	19	19	20	20	1.7 %	5 29.4 %
Other	42	38	44	42	43	46	41	37	38	3.3 %	(1) (2.3)%
Financial institutions	5	12	18	19	19	26	33	63	72	0.1 %	(14) (73.7)%
Other	50	31	29	38	52	31	52	42	53	0.8 %	(2) (3.8)%
<b>Total Commercial and Corporate, excluding</b>											
Securities Borrowed or Purchased under Resale Agreements	629	591	673	800	874	921	957	1,150	1,322	1.0 %	(245) (28.0)%
Securities Borrowed or Purchased under Resale Agreements	-	-	-	-	-	-	-	-	-	0.0 %	- 0.0 %
<b>Total Commercial and Corporate</b>	<b>629</b>	<b>591</b>	<b>673</b>	<b>800</b>	<b>874</b>	<b>921</b>	<b>957</b>	<b>1,150</b>	<b>1,322</b>	<b>0.7 %</b>	<b>(245) (28.0)%</b>
<b>Total Gross Impaired Loans and Acceptances</b>	<b>771</b>	<b>745</b>	<b>804</b>	<b>932</b>	<b>1,052</b>	<b>1,089</b>	<b>1,119</b>	<b>1,303</b>	<b>1,503</b>	<b>0.4 %</b>	<b>(281.0) (26.7)%</b>

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

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

	2006	2006	2005	2005	2005	2005	2004	2004	2004	% (1)	INC/(DEC)	
(\$ millions)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q2	VS LAST YEAR	
<b>Consumer</b>												
Residential mortgages	95	103	87	87	133	124	120	113	134	0.2 %	(38)	(28.6)%
Consumer instalments & other personal loans	41	43	38	38	38	38	35	34	40	0.1 %	3	7.9 %
<b>Total Consumer</b>	<b>136</b>	<b>146</b>	<b>125</b>	<b>125</b>	<b>171</b>	<b>162</b>	<b>155</b>	<b>147</b>	<b>174</b>	<b>0.1 %</b>	<b>(35)</b>	<b>(20.5)%</b>
<b>Commercial and Corporate, excluding</b>												
<b>Securities Borrowed or Purchased under Resale Agreements</b>												
Commercial mortgages	19	23	36	26	32	43	32	37	41	0.2 %	(13)	(40.6)%
Commercial real estate	21	23	22	22	27	32	36	48	52	0.4 %	(6)	(22.2)%
Construction (non-real estate)	3	6	7	7	12	11	17	31	34	0.3 %	(9)	(75.0)%
Retail trade	34	37	39	39	50	30	37	11	10	0.9 %	(16)	(32.0)%
Automotive	3	4	3	3	3	6	3	3	2	0.1 %	-	0.0 %
Food and beverage	26	27	29	30	36	13	14	1	2	5.9 %	(10)	(27.8)%
Other	5	6	7	6	11	11	20	7	6	0.4 %	(6)	(54.5)%
Wholesale trade	25	21	24	41	33	36	19	22	19	0.9 %	(8)	(24.2)%
Agriculture	7	6	6	6	10	13	-	2	1	2.2 %	(3)	(30.0)%
Automotive	1	1	3	4	5	5	2	1	3	0.4 %	(4)	(80.0)%
Food and beverage	15	10	10	13	14	15	15	14	9	2.6 %	1	7.1 %
Construction and industrial	-	1	1	-	1	-	-	1	2	0.0 %	(1)	(100.0)%
Other	2	3	4	18	3	3	2	4	4	0.2 %	(1)	(33.3)%
Agriculture	28	15	15	18	17	15	18	19	28	0.9 %	11	64.7 %
Communications	88	106	116	128	136	144	149	166	185	6.7 %	(48)	(35.3)%
Long haul fibre	-	-	-	8	9	17	18	20	21	0.0 %	(9)	(100.0)%
Wireless	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
Towers	-	-	-	-	-	16	16	17	18	0.0 %	-	0.0 %
CLECs	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
Other communications	1	-	-	1	1	1	1	2	3	1.2 %	-	0.0 %
Total Telecom	1	-	-	9	10	34	35	39	42	1.2 %	(9)	(90.0)%
Cable	87	106	116	119	126	110	114	127	134	20.1 %	(39)	(31.0)%
Broadcasting	-	-	-	-	-	-	-	-	9	0.0 %	-	0.0 %
Manufacturing	92	90	117	121	127	105	123	156	165	1.2 %	(35)	(27.6)%
Industrial products	12	26	38	31	27	38	41	38	30	0.5 %	(15)	(55.6)%
Consumer products	30	16	9	13	19	16	35	41	48	1.4 %	11	57.9 %
Automotive	30	26	27	33	42	37	33	39	41	7.0 %	(12)	(28.6)%
Other manufacturing	20	22	43	44	39	14	14	38	46	0.9 %	(19)	(48.7)%
Mining	1	-	-	-	-	-	-	20	25	0.2 %	1	+100.0%
Oil and Gas	2	-	1	-	-	-	-	-	-	0.1 %	2	0.0 %
Transportation	8	17	18	9	16	27	28	18	15	0.7 %	(8)	(50.0)%
Utilities	-	23	24	75	83	84	75	85	81	0.0 %	(83)	(100.0)%
Electric power generation	-	23	24	75	83	84	75	85	81	0.0 %	(83)	(100.0)%
Gas, water and other	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
Forest products	45	-	5	4	3	4	5	6	6	5.2 %	42	+100.0%
Service industries	52	47	54	50	57	69	68	64	59	0.8 %	(5)	(8.8)%
Automotive lease and rental	2	3	7	2	3	3	5	8	11	0.3 %	(1)	(33.3)%
Educational	1	1	-	-	-	-	-	1	1	0.1 %	1	0.0 %
Health care	2	2	2	2	3	12	13	14	16	0.2 %	(1)	(33.3)%
Business and professional services	1	2	3	5	5	4	2	3	1	0.1 %	(4)	(80.0)%
Hospitality and recreation	17	15	12	13	14	16	15	15	14	1.3 %	3	21.4 %
Other	29	24	30	28	32	34	33	23	16	2.3 %	(3)	(9.4)%
Financial institutions	3	8	11	12	12	18	23	24	26	0.0 %	(9)	(75.0)%
Other	36	13	21	27	39	12	36	22	16	0.5 %	(3)	(7.7)%
<b>Total Commercial and Corporate, excluding</b>												
<b>Securities Borrowed or Purchased under Resale Agreements</b>	<b>457</b>	<b>429</b>	<b>510</b>	<b>579</b>	<b>644</b>	<b>630</b>	<b>666</b>	<b>729</b>	<b>762</b>	<b>0.7 %</b>	<b>(187)</b>	<b>(29.0)%</b>
<b>Securities Borrowed or 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>457</b>	<b>429</b>	<b>510</b>	<b>579</b>	<b>644</b>	<b>630</b>	<b>666</b>	<b>729</b>	<b>762</b>	<b>0.5 %</b>	<b>(187)</b>	<b>(29.0)%</b>
<b>Total Impaired Loans and Acceptances,</b>												
<b>Net of Specific Allowances</b>	<b>593</b>	<b>575</b>	<b>635</b>	<b>704</b>	<b>815</b>	<b>792</b>	<b>821</b>	<b>876</b>	<b>936</b>	<b>0.3 %</b>	<b>(222)</b>	<b>(27.2)%</b>
<b>General allowance</b>	<b>(939)</b>	<b>(945)</b>	<b>(959)</b>	<b>(972)</b>	<b>(983)</b>	<b>(1,017)</b>	<b>(1,010)</b>	<b>(1,060)</b>	<b>(1,100)</b>	<b>100.0 %</b>	<b>(44)</b>	<b>(4.5)%</b>
<b>Total Net Impaired Loans and Acceptances</b>	<b>(346)</b>	<b>(370)</b>	<b>(324)</b>	<b>(268)</b>	<b>(168)</b>	<b>(225)</b>	<b>(189)</b>	<b>(184)</b>	<b>(164)</b>	<b>(0.2)%</b>	<b>(178)</b>	<b>(+100.0)%</b>

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



**LOANS AND ACCEPTANCES  
BY GEOGRAPHIC AREA (1)**

(\$ millions) 2006 Q2 2006 Q1 2005 Q4 2005 Q3 2005 Q2 2005 Q1 2004 Q4 2004 Q3 2004 Q2 MIX Q2 INC/(DEC) VS LAST YEAR

**Gross Loans and Acceptances**

Canada	139,366	132,170	128,184	126,673	127,190	121,163	116,867	114,125	112,154	73.9 %	12,176	9.6 %
United States	46,807	45,662	45,287	44,040	44,353	39,157	38,934	43,292	43,884	24.8 %	2,454	5.5 %
Other Countries	2,505	1,865	1,994	2,105	2,318	1,819	1,755	2,116	2,065	1.3 %	187	8.1 %
Africa & Middle East	310	375	351	385	349	319	300	287	343	0.2 %	(39)	(11.2)%
Asia	357	273	561	326	362	330	314	478	456	0.2 %	(5)	(1.4)%
Europe	1,197	565	475	820	942	460	465	492	356	0.6 %	255	27.1 %
Latin America & Caribbean	641	652	607	574	665	710	676	859	910	0.3 %	(24)	(3.6)%
<b>Total Gross Loans and Acceptances</b>	<b>188,678</b>	<b>179,697</b>	<b>175,465</b>	<b>172,818</b>	<b>173,861</b>	<b>162,139</b>	<b>157,556</b>	<b>159,533</b>	<b>158,103</b>	<b>100.0 %</b>	<b>14,817</b>	<b>8.5 %</b>

**Net Loans and Acceptances**

Canada	139,267	132,074	128,087	126,567	127,085	121,034	116,735	113,995	112,026	74.3 %	12,182	9.6 %
United States	46,733	45,594	45,221	43,925	44,237	39,015	38,800	43,086	43,541	24.9 %	2,496	5.6 %
Other Countries	2,500	1,859	1,988	2,098	2,302	1,793	1,723	2,025	1,969	1.3 %	198	8.6 %
Africa & Middle East	308	373	349	382	345	315	296	283	339	0.2 %	(37)	(10.7)%
Asia	357	273	561	326	362	330	314	467	445	0.2 %	(5)	(1.4)%
Europe	1,197	565	475	820	942	449	449	435	296	0.6 %	255	27.1 %
Latin America & Caribbean	638	648	603	570	653	699	664	840	889	0.3 %	(15)	(2.3)%
<b>Total Loans and Acceptances, net of specific allowances</b>	<b>188,500</b>	<b>179,527</b>	<b>175,296</b>	<b>172,590</b>	<b>173,624</b>	<b>161,842</b>	<b>157,258</b>	<b>159,106</b>	<b>157,536</b>	<b>100.5 %</b>	<b>14,876</b>	<b>8.6 %</b>
<b>General Allowance</b>												
Canada	(590)	(590)	(590)	(590)	(590)	(630)	(630)	(680)	(720)	(0.3)%	-	0.0 %
United States	(349)	(355)	(369)	(382)	(393)	(387)	(380)	(380)	(380)	(0.2)%	44	11.2 %
<b>Total Net Loans and Acceptances</b>	<b>187,561</b>	<b>178,582</b>	<b>174,337</b>	<b>171,618</b>	<b>172,641</b>	<b>160,825</b>	<b>156,248</b>	<b>158,046</b>	<b>156,436</b>	<b>100.0 %</b>	<b>14,920</b>	<b>8.6 %</b>

**Net Impaired Loans and Acceptances**

Canada	323	284	286	282	358	348	333	353	407
United States	257	275	331	372	411	381	426	452	452
Other Countries	13	16	18	50	46	63	62	71	77
Africa & Middle East	2	4	4	3	3	4	4	4	4
Asia	4	4	5	5	6	9	13	-	-
Europe	-	-	-	18	21	25	19	22	21
Latin America & Caribbean	7	8	9	24	16	25	26	45	52
<b>Total Impaired Loans and Acceptances, net of specific allowances</b>	<b>593</b>	<b>575</b>	<b>635</b>	<b>704</b>	<b>815</b>	<b>792</b>	<b>821</b>	<b>876</b>	<b>936</b>
<b>General Allowance</b>									
Canada	(590)	(590)	(590)	(590)	(590)	(630)	(630)	(680)	(720)
United States	(349)	(355)	(369)	(382)	(393)	(387)	(380)	(380)	(380)
<b>Total Net Impaired Loans and Acceptances</b>	<b>(346)</b>	<b>(370)</b>	<b>(324)</b>	<b>(268)</b>	<b>(168)</b>	<b>(225)</b>	<b>(189)</b>	<b>(184)</b>	<b>(164)</b>

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

Atlantic Provinces	5,921	5,791	5,843	6,301	6,120	5,830	5,941	5,945	5,677	4.2 %	(199)	(3.3)%
Quebec	17,150	16,965	16,708	17,519	16,335	15,895	15,725	16,601	15,516	12.3 %	815	5.0 %
Ontario	80,200	74,632	72,369	69,898	72,312	67,503	63,580	59,926	60,187	57.5 %	7,888	10.9 %
Prairie Provinces	18,353	17,796	16,842	16,582	16,727	16,259	16,112	16,069	15,329	13.2 %	1,626	9.7 %
British Columbia and Territories	17,742	16,986	16,422	16,373	15,696	15,676	15,509	15,584	15,445	12.8 %	2,046	13.0 %
<b>Total Gross Loans and Acceptances</b>	<b>139,366</b>	<b>132,170</b>	<b>128,184</b>	<b>126,673</b>	<b>127,190</b>	<b>121,163</b>	<b>116,867</b>	<b>114,125</b>	<b>112,154</b>	<b>100.0 %</b>	<b>12,176</b>	<b>9.6 %</b>

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

Atlantic Provinces	5,917	5,787	5,839	6,296	6,115	5,824	5,934	5,938	5,671	4.3 %	(198)	(3.2)%
Quebec	17,138	16,953	16,695	17,504	16,322	15,878	15,707	16,582	15,498	12.4 %	816	5.0 %
Ontario	80,143	74,577	72,314	69,840	72,252	67,431	63,509	59,858	60,118	57.8 %	7,891	10.9 %
Prairie Provinces	18,340	17,783	16,829	16,568	16,713	16,242	16,094	16,051	15,312	13.2 %	1,627	9.7 %
British Columbia and Territories	17,729	16,974	16,410	16,359	15,683	15,659	15,491	15,566	15,427	12.8 %	2,046	13.0 %
<b>Total Loans and Acceptances, net of specific allowances</b>	<b>139,267</b>	<b>132,074</b>	<b>128,087</b>	<b>126,567</b>	<b>127,085</b>	<b>121,034</b>	<b>116,735</b>	<b>113,995</b>	<b>112,026</b>	<b>100.5 %</b>	<b>12,182</b>	<b>9.6 %</b>
<b>General Allowance</b>	<b>(590)</b>	<b>(590)</b>	<b>(590)</b>	<b>(590)</b>	<b>(590)</b>	<b>(630)</b>	<b>(630)</b>	<b>(680)</b>	<b>(720)</b>	<b>(0.5)%</b>	<b>-</b>	<b>0.0 %</b>
<b>Total Net Loans and Acceptances</b>	<b>138,677</b>	<b>131,484</b>	<b>127,497</b>	<b>125,977</b>	<b>126,495</b>	<b>120,404</b>	<b>116,105</b>	<b>113,315</b>	<b>111,306</b>	<b>100.0 %</b>	<b>12,182</b>	<b>9.6 %</b>

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

**CHANGES IN ALLOWANCES  
FOR CREDIT LOSSES**

	2006	2006	2005	2005	2005	2005	2004	2004	2004	YTD	YTD	Fiscal	Fiscal
(\$ millions)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2006	2005	2005	2004
Balance at beginning of period	1,115	1,128	1,200	1,237	1,314	1,308	1,487	1,667	1,739	1,128	1,308	1,308	1,791
Provision for credit losses	66	52	57	73	6	43	(13)	(110)	5	118	49	179	(103)
Recoveries	35	20	15	21	15	16	25	60	14	55	31	67	131
Write-offs	(91)	(71)	(125)	(115)	(107)	(72)	(131)	(109)	(121)	(162)	(179)	(419)	(470)
Other, including foreign exchange rate changes	(8)	(14)	(19)	(16)	9	19	(60)	(21)	30	(22)	28	(7)	(41)
Allowances at end of period	1,117	1,115	1,128	1,200	1,237	1,314	1,308	1,487	1,667	1,117	1,237	1,128	1,308

**Allocation of Recoveries by Market**

Consumer	13	14	13	13	11	12	10	12	9	27	23	49	41
Commercial and Corporate	22	6	2	8	4	4	15	48	5	28	8	18	90

**Allocation of Write-offs by Market**

Consumer	72	60	57	77	57	55	48	54	51	132	112	246	206
Commercial and Corporate	19	11	68	38	50	17	83	55	70	30	67	173	264

**CHANGES IN IMPAIRED LOANS  
AND ACCEPTANCES**

	2006	2006	2005	2005	2005	2005	2004	2004	2004	YTD	YTD	Fiscal	Fiscal
(\$ millions)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2006	2005	2005	2004
<b>Total Impaired Loans and Acceptances</b>													
GIL, Beginning of Period	745	804	932	1,052	1,089	1,119	1,303	1,503	1,786	804	1,119	1,119	1,918
Additions to impaired loans & acceptances (formations)	173	78	105	91	138	89	109	66	190	251	227	423	607
Reductions in impaired loans & acceptances <sup>(1)</sup>	(56)	(66)	(108)	(96)	(68)	(47)	(162)	(157)	(352)	(122)	(115)	(319)	(936)
Net new additions (reductions)	117	12	(3)	(5)	70	42	(53)	(91)	(162)	129	112	104	(329)
Write-offs	(91)	(71)	(125)	(115)	(107)	(72)	(131)	(109)	(121)	(162)	(179)	(419)	(470)
GIL, End of Period	771	745	804	932	1,052	1,089	1,119	1,303	1,503	771	1,052	804	1,119
ACL <sup>(2)</sup> , Beginning of Period	1,115	1,128	1,200	1,220	1,314	1,308	1,487	1,667	1,737	1,128	1,308	1,308	1,785
Increase / (Decrease) - specific allowance <sup>(2)</sup>	99	72	66	106	47	71	2	(31)	91	171	118	290	163
Increase / (Decrease) - general allowance	(6)	(14)	(13)	(11)	(34)	7	(50)	(40)	(40)	(20)	(27)	(51)	(170)
Write - offs	(91)	(71)	(125)	(115)	(107)	(72)	(131)	(109)	(121)	(162)	(179)	(419)	(470)
ACL <sup>(2)</sup> , End of Period	1,117	1,115	1,128	1,200	1,220	1,314	1,308	1,487	1,667	1,117	1,220	1,128	1,308
NIL, Beginning of Period	(370)	(324)	(268)	(168)	(225)	(189)	(184)	(164)	49	(324)	(189)	(189)	133
Change in gross impaired loans	26	(59)	(128)	(120)	(37)	(30)	(184)	(200)	(283)	(33)	(67)	(315)	(799)
Change in allowance for credit losses	(2)	13	72	20	94	(6)	179	180	70	11	88	180	477
NIL, End of Period	(346)	(370)	(324)	(268)	(168)	(225)	(189)	(184)	(164)	(346)	(168)	(324)	(189)

<sup>(1)</sup> Loans and acceptances returning to performing status, sales and repayments.

<sup>(2)</sup> Excludes specific allowances related to other credit instruments.

**INTEREST RATE GAP POSITION  
As at April 30, 2006**

(\$ 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
<b>Canadian Dollars</b>								
Assets	152,021	5,002	9,813	166,836	42,973	3,502	6,780	220,091
Liabilities and Capital Off-Balance Sheet	135,259 (17,776)	4,963 1,022	10,854 6,088	151,076 (10,666)	43,435 7,016	4,984 3,650	20,596	220,091 -
Gap - April 30, 2006	(1,014)	1,061	5,047	5,094	6,554	2,168	(13,816)	-
Gap - January 31, 2006	1,846	528	2,505	4,879	7,483	1,229	(13,591)	-
Gap - October 31, 2005	3,936	901	(379)	4,458	7,023	1,789	(13,270)	-
Gap - July 31, 2005	2,576	1,312	775	4,663	6,940	1,398	(13,001)	-
Gap - April 30, 2005	1,027	1,551	1,672	4,250	7,421	1,094	(12,765)	-
<b>U.S. Dollar and Other Currencies</b>								
Assets	59,295	5,490	9,416	74,201	15,307	1,738	1,073	92,319
Liabilities and Capital Off-Balance Sheet	72,057 1,597	3,679 -	3,190 -	78,926 1,597	12,314 (1,118)	453 (479)	626	92,319 -
Gap - April 30, 2006	(11,165)	1,811	6,226	(3,128)	1,875	806	447	-
Gap - January 31, 2006	(13,772)	3,491	6,068	(4,213)	3,186	587	440	-
Gap - October 31, 2005	(11,886)	3,748	5,056	(3,082)	2,303	393	386	-
Gap - July 31, 2005	(11,190)	3,476	5,186	(2,528)	673	1,401	454	-
Gap - April 30, 2005	(13,813)	2,116	6,255	(3,442)	1,068	1,952	422	-

**Gap Position Major Assumption**
**Liabilities**

- Fixed rate, fixed term liabilities, such as investment certificates, are reported at scheduled maturity with estimated redemptions that reflect expected depositor behaviour.
- Interest bearing deposits on which the customer interest rate changes with the prime rate or other short-term market rates are reported in the 0 to 3 months category.
- Fixed rate and non-interest bearing liabilities with no defined maturity are reported based upon expected account balance behaviour.

**Capital**

- Common 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 with estimated prepayments that reflect expected borrower behaviour.
- Trading and Underwriting (mark-to-market) assets and interest bearing assets on which the customer interest rate changes with the prime rate or other short-term market rates are reported in the 0 to 3 months category.
- Fixed rate and non-interest bearing assets with no defined maturity are reported based upon expected account balance behaviour.

<b>INTEREST RATE RISK SENSITIVITY (After tax)</b> (\$ millions)	100 Basis Point Increase								100 Basis Point Decrease							
	Earnings Sensitivity				Economic Value Sensitivity				Earnings Sensitivity				Economic Value Sensitivity			
	Money		Market / Mark to		Money		Market / Mark to		Money		Market / Mark to		Money		Market / Mark to	
	Structural	Accrual	Market	Total	Structural	Accrual	Market	Total	Structural	Accrual	Market	Total	Structural	Accrual	Market	Total
April 30, 2006	20.4	(51.0)	(22.6)	(53.2)	(235.3)	(61.3)	(22.6)	(319.2)	(19.9)	51.0	(11.5)	19.6	200.3	61.3	(11.5)	250.1
January 31, 2006	24.0	(54.7)	(30.2)	(60.9)	(234.3)	(73.5)	(30.2)	(338.0)	(27.1)	54.7	24.8	52.4	188.7	73.5	24.8	287.0
October 31, 2005	25.1	(44.4)	(8.7)	(28.0)	(228.8)	(58.7)	(8.7)	(296.2)	(22.4)	44.4	15.4	37.4	191.9	58.7	15.4	266.0
July 31, 2005	13.4	(53.9)	(2.9)	(43.4)	(232.5)	(63.6)	(2.9)	(299.0)	(15.7)	53.9	25.6	63.8	188.9	63.6	25.6	278.1
April 30, 2005	13.6	(47.7)	37.7	3.6	(220.2)	(59.7)	37.7	(242.2)	(13.6)	47.7	(11.2)	22.9	182.6	59.7	(11.2)	231.1

<b>INTEREST RATE RISK SENSITIVITY (After tax)</b> (\$ millions)	200 Basis Point Increase								200 Basis Point Decrease							
	Earnings Sensitivity				Economic Value Sensitivity				Earnings Sensitivity				Economic Value Sensitivity			
	Money		Market / Mark to		Money		Market / Mark to		Money		Market / Mark to		Money		Market / Mark to	
	Structural	Accrual	Market	Total	Structural	Accrual	Market	Total	Structural	Accrual	Market	Total	Structural	Accrual	Market	Total
April 30, 2006	33.9	(102.0)	(86.6)	(154.7)	(487.3)	(122.7)	(86.6)	(696.6)	(28.1)	102.0	45.7	119.6	351.7	122.7	45.7	520.1
January 31, 2006	42.2	(109.4)	(111.1)	(178.3)	(490.9)	(147.1)	(111.1)	(749.1)	(43.5)	109.4	61.1	127.0	327.5	147.1	61.1	535.7
October 31, 2005	44.1	(88.9)	(45.8)	(90.6)	(478.0)	(117.4)	(45.8)	(641.2)	(45.8)	88.9	7.0	50.1	347.3	117.4	7.0	471.7
July 31, 2005	30.4	(107.7)	(6.6)	(83.9)	(490.3)	(127.2)	(6.6)	(624.1)	(60.9)	107.7	53.7	100.5	356.8	127.2	53.7	537.7
April 30, 2005	29.8	(95.3)	82.1	16.6	(460.1)	(119.4)	82.1	(497.4)	(54.8)	95.3	(44.6)	(4.1)	339.9	119.4	(44.6)	414.7

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

"Earnings Sensitivity" is the impact of change in interest rates on 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.

"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.

Losses are in brackets and benefits are presented as positive amounts.

Structural portfolios are CAD/U.S. consumer, commercial and corporate instruments and securitization structures. For these portfolios, risk measures reflect asset/liability interest rate mismatches, embedded options, including the expected impact of customer behaviour, and the impact of minimum rates on deposits.

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.

**EARNINGS  
VOLATILITY  
(After tax)**

(\$ millions)	Trading and Underwriting								Structural	Total
	Mark to Market							Accrual		
	Equities	Commodities	Interest Rate	Foreign Exchange	Correlation	Credit Spread	Total Mark to Market			
April 30, 2006	(3.1)	(3.7)	(3.3)	(0.3)	4.4	(2.8)	(8.8)	(2.4)	(26.1)	(37.3)
January 31, 2006	(2.2)	(4.6)	(3.0)	(0.4)	4.7	(3.0)	(8.5)	(3.1)	(29.7)	(41.3)
October 31, 2005	(2.5)	(2.1)	(2.4)	(0.3)	3.6	(2.7)	(6.4)	(2.7)	(28.1)	(37.2)
July 31, 2005	(3.7)	(7.8)	(2.1)	(0.6)	5.5	(3.1)	(11.8)	(4.7)	(33.1)	(49.6)
April 30, 2005	(4.0)	(1.4)	(4.0)	(1.1)	5.5	(2.0)	(7.0)	(4.4)	(29.6)	(41.0)

**MARKET VALUE  
EXPOSURE  
(After tax)**

(\$ millions)	Trading and Underwriting								Structural	Total
	Mark to Market							Accrual		
	Equities	Commodities	Interest Rate	Foreign Exchange	Correlation	Credit Spread	Total Mark to Market			
April 30, 2006	(3.1)	(3.7)	(3.3)	(0.3)	4.4	(2.8)	(8.8)	(3.7)	(267.1)	(279.6)
January 31, 2006	(2.2)	(4.6)	(3.0)	(0.4)	4.7	(3.0)	(8.5)	(5.4)	(260.2)	(274.1)
October 31, 2005	(2.5)	(2.1)	(2.4)	(0.3)	3.6	(2.7)	(6.4)	(5.2)	(326.3)	(337.9)
July 31, 2005	(3.7)	(7.8)	(2.1)	(0.6)	5.5	(3.1)	(11.8)	(6.0)	(331.4)	(349.2)
April 30, 2005	(4.0)	(1.4)	(4.0)	(1.1)	5.5	(2.0)	(7.0)	(5.5)	(329.7)	(342.2)

**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.

Losses are in brackets and benefits are presented as positive amounts.

In the fourth quarter of Fiscal 2005, enhancements were made to the measurement of commodity risk.

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.

Interest rate risk is the primary driver of market risk in the money market / accrual portfolios.

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

Structural portfolios are CAD/U.S. consumer, commercial and corporate instruments and securitization structures. For these portfolios, risk measures reflect asset/liability interest rate mismatches, embedded options, including the expected impact of customer behaviour, the impact of minimum rates on deposits and foreign exchange transaction risk affecting net income.

Structural MVE declined in Q1 Fiscal 2006 owing to lower modelled interest rate volatility. Interest rate volatility is derived from 10 years of historical data, which, starting in Fiscal 2006, excludes the high volatility associated with Fiscal 1995.

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.

**LIQUID ASSETS AND DEPOSITS**

(\$ millions except as noted)

	2006	2006	2005	2005	2005	2005	2004	2004	2004	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	2,680	1,745	1,855	1,484	1,480	2,577	2,270	1,313	593	3.4 %	1,200 81.1 %
Other cash resources	424	432	586	900	(18)	648	(5)	(185)	708	0.5 %	442 +100.0%
Securities	29,689	32,430	28,945	26,630	29,438	25,930	26,006	24,736	29,880	37.9 %	251 0.9 %
<b>Total</b>	<b>32,793</b>	<b>34,607</b>	<b>31,386</b>	<b>29,014</b>	<b>30,900</b>	<b>29,155</b>	<b>28,271</b>	<b>25,864</b>	<b>31,181</b>	<b>41.8 %</b>	<b>1,893 6.1 %</b>
<b>U.S. Dollar and Other Currency Liquid Assets</b>											
Deposits with other banks	14,839	16,088	17,232	16,975	17,865	16,035	14,256	18,687	20,247	18.9 %	(3,026) (16.9)%
Other cash resources	1,617	1,668	1,048	1,043	1,814	1,032	1,524	973	718	2.1 %	(197) (10.9)%
Securities	29,247	29,257	28,311	30,702	29,988	27,264	24,466	25,885	27,520	37.2 %	(741) (2.5)%
<b>Total</b>	<b>45,703</b>	<b>47,013</b>	<b>46,591</b>	<b>48,720</b>	<b>49,667</b>	<b>44,331</b>	<b>40,246</b>	<b>45,545</b>	<b>48,485</b>	<b>58.2 %</b>	<b>(3,964) (8.0)%</b>
<b>Total Liquid Assets <sup>(1)</sup></b>	<b>78,496</b>	<b>81,620</b>	<b>77,977</b>	<b>77,734</b>	<b>80,567</b>	<b>73,486</b>	<b>68,517</b>	<b>71,409</b>	<b>79,666</b>	<b>100.0 %</b>	<b>(2,071) (2.6)%</b>
<b>Cash and Securities-to-Total Assets Ratio</b>	<b>25.1 %</b>	<b>26.7 %</b>	<b>26.2 %</b>	<b>26.8 %</b>	<b>27.6 %</b>	<b>25.0 %</b>	<b>25.8 %</b>	<b>27.3 %</b>	<b>29.2 %</b>		<b>(2.4)%</b>
Pledged liquid assets <sup>(2)</sup>	28,431	28,235	27,760	30,120	29,196	25,405	18,812	20,588	21,310	50.3 %	(765) (2.6)%
Pledged other assets	28,091	18,975	16,764	21,082	23,399	21,880	21,559	22,019	24,718	49.7 %	4,692 20.1 %
<b>Total Pledged Assets</b>	<b>56,522</b>	<b>47,210</b>	<b>44,524</b>	<b>51,202</b>	<b>52,595</b>	<b>47,285</b>	<b>40,371</b>	<b>42,607</b>	<b>46,028</b>	<b>100.0 %</b>	<b>3,927 7.5 %</b>

(1) Includes liquid assets pledged as security for securities borrowed, securities lent, 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	2,163	2,091	2,597	1,692	1,954	1,826	1,766	1,202	1,196	1.1 %	209 10.7 %
Businesses and governments	55,704	53,787	52,757	48,497	49,859	49,189	47,415	45,358	48,107	28.6 %	5,845 11.7 %
Individuals	59,287	58,547	58,105	58,173	58,665	57,850	57,266	57,718	57,698	30.5 %	622 1.1 %
<b>Total</b>	<b>117,154</b>	<b>114,425</b>	<b>113,459</b>	<b>108,362</b>	<b>110,478</b>	<b>108,865</b>	<b>106,447</b>	<b>104,278</b>	<b>107,001</b>	<b>60.2 %</b>	<b>6,676 6.0 %</b>
<b>U.S. Dollar and Other Currency Deposits</b>											
Banks	21,231	23,849	22,876	23,573	21,582	22,662	18,888	21,118	22,800	10.9 %	(351) (1.6)%
Businesses and governments	38,530	36,996	39,680	38,965	39,839	32,117	32,199	36,320	36,358	19.8 %	(1,309) (3.3)%
Individuals	17,573	17,989	17,778	17,850	19,146	18,688	17,656	19,343	18,768	9.1 %	(1,573) (8.2)%
<b>Total</b>	<b>77,334</b>	<b>78,834</b>	<b>80,334</b>	<b>80,388</b>	<b>80,567</b>	<b>73,467</b>	<b>68,743</b>	<b>76,781</b>	<b>77,926</b>	<b>39.8 %</b>	<b>(3,233) (4.0)%</b>
<b>Total Deposits</b>	<b>194,488</b>	<b>193,259</b>	<b>193,793</b>	<b>188,750</b>	<b>191,045</b>	<b>182,332</b>	<b>175,190</b>	<b>181,059</b>	<b>184,927</b>	<b>100.0 %</b>	<b>3,443 1.8 %</b>
<b>Core deposits <sup>(3)</sup></b>	<b>98,122</b>	<b>98,472</b>	<b>98,953</b>	<b>98,734</b>	<b>105,930</b>	<b>103,192</b>	<b>101,917</b>	<b>104,303</b>	<b>103,128</b>		<b>(7,808) (7.4)%</b>
<b>Core Deposits-to-Total Deposits Ratio</b>	<b>50.5 %</b>	<b>51.0 %</b>	<b>51.1 %</b>	<b>52.3 %</b>	<b>55.4 %</b>	<b>56.6 %</b>	<b>58.2 %</b>	<b>57.6 %</b>	<b>55.8 %</b>		<b>(5.0)%</b>

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