

SUPPLEMENTARY FINANCIAL INFORMATION



July 31, 2006

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Note: Certain Balance Sheet figures and related ratios for Q1/06 and Q2/06 have been restated, where applicable, as a result of the adjustment to retained earnings as of November 1, 2005 to reflect the new accounting standard adopted in Q3/06 (Refer to Note 1 on page 19 of the Third Quarter 2006 Report to Shareholders for details).

For further information contact: Kevin Harraher - (416) 866-5982 or Mahendra Shah - (416) 866-7579

HIGHLIGHTS



	QUARTERLY TREND								YEAR-TO-DATE		FULL YEAR		
	2006			2005				2004		2006	2005	2005	2004
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
Operating Performance:													
Net Income (\$MM)	936	894	852	811	784	826	788	705	731	2,682	2,398	3,209	2,908
Net Income available to Common Shareholders (\$MM)	928	887	844	803	775	822	784	701	727	2,659	2,381	3,184	2,892
EPS (\$) - basic	0.94	0.90	0.85	0.81	0.78	0.82	0.78	0.70	0.72	2.69	2.38	3.19	2.87
- diluted	0.93	0.89	0.84	0.80	0.77	0.81	0.77	0.69	0.71	2.66	2.35	3.15	2.82
ROE (%)	22.8	23.2	21.6	20.5	19.9	22.3	21.0	18.8	19.4	22.5	21.0	20.9	19.9
Net Interest Margin (%) (1)	1.98	1.97	1.97	1.97	1.97	2.07	2.00	2.06	2.09	1.98	2.01	2.00	2.10
Productivity Ratio (TEB) (%)	53.8	55.3	55.2	57.8	56.4	55.4	55.7	59.4	58.1	54.7	55.9	56.3	56.9
Effective Tax Rate (%)	20.2	17.9	20.5	20.4	20.3	21.2	20.1	18.6	20.6	19.6	20.5	20.5	20.8
Effective Tax Rate (TEB) (%)	26.3	25.5	26.9	25.8	26.3	27.5	25.7	24.9	25.9	26.2	26.5	26.3	26.2
Cash Flow:													
Cash Net Income available to Common Shareholders (\$MM) (2)	934	893	849	809	780	826	788	705	731	2,676	2,394	3,203	2,909
Cash EPS (\$) - basic (2)	0.95	0.90	0.86	0.81	0.79	0.83	0.78	0.70	0.72	2.71	2.40	3.21	2.88
- diluted (2)	0.93	0.89	0.85	0.80	0.77	0.82	0.77	0.69	0.72	2.67	2.36	3.16	2.84
Cash ROE (%) (2)	23.0	23.3	21.7	20.7	20.0	22.4	21.1	18.9	19.5	22.6	21.1	21.1	20.1
Balance Sheet:													
Total Assets (\$B)	365.0	357.0	325.0	314.0	317.5	309.1	300.5	279.2	286.9				
Loans and Acceptances (\$B)	225.4	214.4	200.8	198.6	199.5	192.8	188.6	178.9	182.2				
Deposits (\$B)	255.2	247.6	227.5	217.4	220.0	214.8	206.9	195.2	201.1				
Common Shareholders' Equity (\$B)	16.5	15.8	15.6	15.5	15.6	15.3	14.9	14.7	15.0				
Credit Quality:													
Net Impaired Loans (\$MM) (3)	479	579	659	681	573	666	762	879	1,198				
General Allowance for Credit Losses (\$MM)	1,330	1,330	1,330	1,330	1,375	1,375	1,375	1,375	1,425				
Net Impaired Loans as % of Loans and Acceptances (3)	0.21	0.27	0.33	0.34	0.29	0.35	0.40	0.49	0.66				
Specific Provisions (\$MM)	74	35	75	81	85	35	74	90	100	184	194	275	490
- % of Average Loans and Acceptances	0.13	0.07	0.15	0.16	0.17	0.07	0.16	0.20	0.22	0.12	0.14	0.14	0.27
Risk-Weighted Capital Ratios (%):													
Tier 1	10.0	10.2	10.8	11.1	11.1	11.4	11.2	11.5	11.3				
Total	11.6	11.9	12.7	13.2	13.1	13.4	13.5	13.9	13.7				
Tangible Common Equity	8.4	8.5	9.0	9.3	9.3	9.5	9.5	9.7	9.5				
Risk-Weighted Assets (\$B)	190.3	180.1	168.9	162.8	163.8	160.1	155.5	150.5	155.5				

(1) Net Interest Income (TEB) as % of Average Total Assets.

(2) Excludes amortization of intangibles (net of taxes).

(3) Net Impaired Loans are Impaired Loans less Specific Allowance for Credit Losses.

COMMON SHARE AND OTHER INFORMATION



	QUARTERLY TREND								YEAR-TO-DATE		FULL YEAR		
	2006			2005				2004		2006	2005	2005	2004
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
Valuation:													
Book Value per Share (\$)	16.66	15.98	15.76	15.64	15.68	15.44	14.95	14.56	14.86	16.66	15.68	15.64	14.56
Share Price (\$) - High	47.24	48.67	49.80	44.22	42.64	41.37	41.35	40.00	36.88	49.80	42.64	44.22	40.00
- Low	41.55	45.03	42.89	40.31	39.19	38.63	36.41	35.28	32.90	41.55	36.41	36.41	31.08
- Close	45.55	46.52	46.25	42.99	41.75	39.99	39.50	39.60	36.60	45.55	41.75	42.99	39.60
Share Price (Closing) as % Book Value	273.4	291.1	293.5	274.9	266.3	259.0	264.2	272.0	246.3	273.4	266.3	274.9	272.0
Price (Closing)/Earnings Ratio (X) (1)	13.0	13.9	14.2	13.5	13.6	13.2	13.3	13.8	13.0	13.0	13.6	13.5	13.8
Market Capitalization (\$MM)	45,022	45,950	45,696	42,568	41,547	39,734	39,425	39,937	36,899	45,022	41,547	42,568	39,937
Dividends:													
Common Dividends Paid (\$MM)	385	356	356	338	339	318	322	302	302	1,097	979	1,317	1,110
Common Dividends/Share (\$)	0.39	0.36	0.36	0.34	0.34	0.32	0.32	0.30	0.30	1.11	0.98	1.32	1.10
Payout Ratio (%)	41.5	40.1	42.2	42.1	43.7	38.7	41.1	43.1	41.6	41.3	41.1	41.4	38.4
Dividend Yield (%)	3.5	3.1	3.1	3.2	3.3	3.2	3.3	3.2	3.4	3.2	3.3	3.3	3.1
Shares:													
Number of Common Shares Outstanding at Period End (MM)	988	988	988	990	995	994	998	1,009	1,008				
Average Number of Common Shares Outstanding (MM) -- Basic	988	988	989	995	995	996	1,006	1,008	1,008	988	999	998	1,010
-- Diluted	999	1,001	1,002	1,008	1,009	1,011	1,021	1,024	1,024	1,001	1,014	1,012	1,026
Share Buybacks:													
Number of Common Shares Purchased (M)	1,300	1,900	3,671	6,371	1,136	5,891	12,699	1,220	1,740	6,871	19,726	26,097	9,138
Average Purchase Price (\$)	44.84	45.66	45.87	42.33	41.66	39.88	39.80	37.16	35.45	45.62	39.93	40.51	34.96
Other Information:													
Employees	52,232	51,503	47,166	46,631	46,269	44,094	43,930	43,928	44,253				
Branches and Offices	2,147	2,132	1,968	1,959	1,944	1,871	1,871	1,871	1,865				
ABMs	4,833	4,781	4,498	4,449	4,411	4,274	4,244	4,219	4,189				
Senior Debt Credit Ratings:													
Standard & Poor's	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	A+				
Moody's	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3				

(1) based on trailing 4 quarters' EPS.

CONSOLIDATED STATEMENT OF INCOME AND NET INCOME AVAILABLE TO COMMON SHAREHOLDERS BY BUSINESS LINES



(\$ MM)	QUARTERLY TREND								YEAR-TO-DATE		FULL YEAR		
	2006			2005				2004		2006	2005	2005	2004
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
CONSOLIDATED STATEMENT OF INCOME:													
Interest Income (TEB)	4,825	4,223	3,990	3,715	3,645	3,459	3,310	3,131	3,089	13,038	10,414	14,129	12,451
Interest Expense	3,009	2,579	2,385	2,134	2,084	1,907	1,807	1,670	1,592	7,973	5,798	7,932	6,476
Net Interest Income (TEB)	1,816	1,644	1,605	1,581	1,561	1,552	1,503	1,461	1,497	5,065	4,616	6,197	5,975
Other Income (see Page 7)	1,173	1,186	1,225	1,154	1,128	1,136	1,111	996	1,035	3,584	3,375	4,529	4,320
Total Revenue (TEB)	2,989	2,830	2,830	2,735	2,689	2,688	2,614	2,457	2,532	8,649	7,991	10,726	10,295
Taxable Equivalent Adjustment (TEB)	100	113	96	75	81	94	76	73	68	309	251	326	274
Total Revenue	2,889	2,717	2,734	2,660	2,608	2,594	2,538	2,384	2,464	8,340	7,740	10,400	10,021
Provision for Credit Losses	74	35	75	36	85	35	74	40	50	184	194	230	390
Total Non-interest Expenses (see Page 8)	1,608	1,565	1,562	1,579	1,517	1,490	1,457	1,461	1,472	4,735	4,464	6,043	5,862
Net Income before the undernoted:	1,207	1,117	1,097	1,045	1,006	1,069	1,007	883	942	3,421	3,082	4,127	3,769
Provision for Income Taxes	244	200	225	214	205	226	202	165	194	669	633	847	786
Non-controlling Interest in Net Income of Subsidiaries	27	23	20	20	17	17	17	13	17	70	51	71	75
Net Income	936	894	852	811	784	826	788	705	731	2,682	2,398	3,209	2,908
Preferred Dividends Paid	8	7	8	8	9	4	4	4	4	23	17	25	16
Net Income available to Common Shareholders	928	887	844	803	775	822	784	701	727	2,659	2,381	3,184	2,892
Amortization of Intangibles (net of taxes)	6	6	5	6	5	4	4	4	4	17	13	19	17
Cash Net Income available to Common Shareholders	934	893	849	809	780	826	788	705	731	2,676	2,394	3,203	2,909

NET INCOME AVAILABLE TO COMMON SHAREHOLDERS BY BUSINESS LINES:

Domestic Banking (1)	319	296	329	326	319	279	329	248	282	944	927	1,253	1,105
International Banking	285	268	233	174	234	186	206	159	211	786	626	800	718
Scotia Capital	278	276	258	229	200	239	247	237	189	812	686	915	819
Other (2)	46	47	24	74	22	118	2	57	45	117	142	216	250
Total Bank	928	887	844	803	775	822	784	701	727	2,659	2,381	3,184	2,892

(1) includes Wealth Management.

(2) represents corporate adjustments and smaller operating segments including Group Treasury.

BUSINESS LINE RESULTS



	QUARTERLY TREND								YEAR-TO-DATE		FULL YEAR		
	2006			2005				2004		2006	2005	2005	2004
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
((\$MM))													
Domestic Banking (1):													
Net Interest Income (TEB)	932	884	909	929	905	852	890	861	877	2,725	2,647	3,576	3,494
Other Income	480	485	472	474	453	445	447	416	414	1,437	1,345	1,819	1,671
Total Revenue (TEB)	1,412	1,369	1,381	1,403	1,358	1,297	1,337	1,277	1,291	4,162	3,992	5,395	5,165
Provision for Credit Losses	(69)	(88)	(64)	(69)	(63)	(66)	(76)	(74)	(70)	(221)	(205)	(274)	(317)
Non-interest Expenses	(879)	(845)	(833)	(870)	(825)	(817)	(784)	(845)	(805)	(2,557)	(2,426)	(3,296)	(3,217)
Income Taxes (TEB) and Other	(143)	(138)	(153)	(136)	(149)	(134)	(147)	(109)	(133)	(434)	(430)	(566)	(522)
Net Income	321	298	331	328	321	280	330	249	283	950	931	1,259	1,109
Preferred Dividends Paid	(2)	(2)	(2)	(2)	(2)	(1)	(1)	(1)	(1)	(6)	(4)	(6)	(4)
Net Income available to Common Shareholders	319	296	329	326	319	279	329	248	282	944	927	1,253	1,105
Amortization of Intangibles (net of taxes)	4	5	5	4	5	4	4	4	4	14	13	17	17
Cash Net Income available to Common Shareholders	323	301	334	330	324	283	333	252	286	958	940	1,270	1,122
ROE (%)	26.3	27.3	30.5	30.1	31.2	28.9	34.1	26.3	31.4	28.0	31.4	31.0	30.6
Average Assets (\$B)	139	132	130	127	124	121	120	117	113	134	122	123	112
Net Interest Margin (%)	2.67	2.74	2.78	2.89	2.88	2.88	2.95	2.93	3.09	2.73	2.90	2.90	3.14
Productivity Ratio (%)	62.3	61.7	60.3	62.0	60.8	63.0	58.6	66.2	62.4	61.4	60.8	61.1	62.3
Branches	967	964	953	954	953	952	952	957	956				
Wealth Management Offices	99	99	97	97	97	97	97	97	98				
Employees	21,271	21,045	20,472	20,191	20,149	19,980	19,820	19,785	20,014				
ABMs	2,703	2,680	2,656	2,624	2,620	2,594	2,575	2,559	2,554				
International Banking:													
Net Interest Income (TEB)	607	542	529	506	512	489	462	444	472	1,678	1,463	1,969	1,858
Other Income	237	220	215	202	237	174	180	189	181	672	591	793	741
Total Revenue (TEB)	844	762	744	708	749	663	642	633	653	2,350	2,054	2,762	2,599
Provision for Credit Losses	(24)	(1)	(27)	(16)	(21)	(26)	(7)	(43)	(2)	(52)	(54)	(70)	(70)
Non-interest Expenses	(477)	(443)	(452)	(486)	(447)	(391)	(388)	(400)	(390)	(1,372)	(1,226)	(1,712)	(1,606)
Income Taxes (TEB) and Other	(56)	(48)	(30)	(30)	(45)	(59)	(40)	(30)	(49)	(134)	(144)	(174)	(201)
Net Income	287	270	235	176	236	187	207	160	212	792	630	806	722
Preferred Dividends Paid	(2)	(2)	(2)	(2)	(2)	(1)	(1)	(1)	(1)	(6)	(4)	(6)	(4)
Net Income available to Common Shareholders	285	268	233	174	234	186	206	159	211	786	626	800	718
Amortization of Intangibles (net of taxes)	1	-	-	1	-	-	-	-	-	1	-	1	-
Cash Net Income available to Common Shareholders	286	268	233	175	234	186	206	159	211	787	626	801	718
ROE (%)	23.9	26.2	22.9	17.5	24.1	21.0	24.2	18.4	24.6	24.3	23.1	21.6	21.7
Average Assets (\$B)	57	54	52	51	51	49	48	49	50	54	49	50	49
Net Interest Margin (%)	4.19	4.15	4.06	3.93	3.98	4.04	3.85	3.64	3.78	4.14	3.96	3.95	3.81
Productivity Ratio (%)	56.5	58.1	60.8	68.6	59.7	59.0	60.4	63.2	59.7	58.4	59.7	62.0	61.8
Branches and Offices	1,030	1,019	870	860	846	779	779	773	761				
Employees	22,494	22,249	18,463	18,297	17,899	16,071	16,033	16,062	16,090				
ABMs	2,130	2,101	1,842	1,825	1,791	1,680	1,669	1,660	1,635				

(1) includes Wealth Management.

BUSINESS LINE RESULTS



(\$MM)	QUARTERLY TREND								YEAR-TO-DATE		FULL YEAR		
	2006			2005				2004		2006	2005	2005	2004
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
Scotia Capital:													
Net Interest Income (TEB)	262	229	209	201	202	230	216	229	220	700	648	849	937
Other Income	351	351	411	338	316	329	337	258	309	1,113	982	1,320	1,227
Total Revenue (TEB)	613	580	620	539	518	559	553	487	529	1,813	1,630	2,169	2,164
Provision for Credit Losses	19	54	16	7	(2)	57	9	25	(28)	89	64	71	(106)
Non-interest Expenses	(232)	(253)	(254)	(198)	(214)	(256)	(261)	(202)	(249)	(739)	(731)	(929)	(960)
Income Taxes (TEB) and Other	(120)	(104)	(122)	(117)	(100)	(120)	(53)	(72)	(62)	(346)	(273)	(390)	(275)
Net Income	280	277	260	231	202	240	248	238	190	817	690	921	823
Preferred Dividends Paid	(2)	(1)	(2)	(2)	(2)	(1)	(1)	(1)	(1)	(5)	(4)	(6)	(4)
Net Income available to Common Shareholders	278	276	258	229	200	239	247	237	189	812	686	915	819
Amortization of Intangibles (net of taxes)	1	1	-	1	-	-	-	-	-	2	-	1	-
Cash Net Income available to Common Shareholders	279	277	258	230	200	239	247	237	189	814	686	916	819
ROE (%)	31.9	35.4	32.3	27.4	24.7	31.1	30.5	25.3	19.3	33.1	28.8	28.4	20.3
Average Assets (\$B)	136	128	115	114	114	113	108	103	108	126	112	112	109
Net Interest Margin (%)	0.76	0.73	0.72	0.70	0.70	0.84	0.79	0.88	0.81	0.74	0.78	0.76	0.86
Productivity Ratio (%)	37.8	43.6	41.0	36.7	41.3	45.8	47.2	41.5	47.1	40.8	44.8	42.8	44.3
Employees	1,410	1,354	1,369	1,379	1,376	1,292	1,299	1,309	1,306				
Other (1):													
Net Interest Income (2)	(85)	(124)	(138)	(130)	(139)	(113)	(141)	(146)	(140)	(347)	(393)	(523)	(588)
Other Income	105	130	127	140	122	188	147	133	131	362	457	597	681
Total Revenue	20	6	(11)	10	(17)	75	6	(13)	(9)	15	64	74	93
Provision for Credit Losses	-	-	-	42	1	-	-	52	50	-	1	43	103
Non-interest Expenses	(20)	(24)	(23)	(25)	(31)	(26)	(24)	(14)	(28)	(67)	(81)	(106)	(79)
Income Taxes and Other (2)	48	67	60	49	72	70	21	33	33	175	163	212	137
Net Income	48	49	26	76	25	119	3	58	46	123	147	223	254
Preferred Dividends Paid	(2)	(2)	(2)	(2)	(3)	(1)	(1)	(1)	(1)	(6)	(5)	(7)	(4)
Net Income available to Common Shareholders	46	47	24	74	22	118	2	57	45	117	142	216	250
Amortization of Intangibles (net of taxes)	-	-	-	-	-	-	-	-	-	-	-	-	-
Cash Net Income available to Common Shareholders	46	47	24	74	22	118	2	57	45	117	142	216	250
Average Assets (\$B)	32	29	25	25	25	24	22	13	13	29	24	24	14

(1) represents corporate adjustments and smaller operating segments including Group Treasury.

(2) includes elimination of the tax-exempt income gross-up reported in net interest income and provision for income taxes in the three business segments reported above and on page 4.

**NET INTEREST MARGIN, TRADING REVENUE
AND ASSETS UNDER ADMINISTRATION & MANAGEMENT**



	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2006			2005				2004		2006	2005	2005	2004
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
NET INTEREST MARGIN:													
Net Interest Income (TEB) (\$MM)	1,816	1,644	1,605	1,581	1,561	1,552	1,503	1,461	1,497	5,065	4,616	6,197	5,975
Net Interest Income (TEB) as % of Average Total Assets	1.98	1.97	1.97	1.97	1.97	2.07	2.00	2.06	2.09	1.98	2.01	2.00	2.10
Net Interest Income (TEB) as % of Average Earning Assets	2.23	2.21	2.21	2.20	2.20	2.32	2.27	2.32	2.35	2.22	2.26	2.25	2.38
TRADING REVENUE (TEB) (\$MM):													
Securities Trading	6	34	80	28	33	45	69	30	12	120	147	175	112
Foreign Exchange and Precious Metals Trading	67	78	86	68	57	66	104	88	68	231	227	295	306
Derivative and Other Trading	114	147	165	111	123	111	119	70	86	426	353	464	345
Total	187	259	331	207	213	222	292	188	166	777	727	934	763
Reported in Other Income	99	157	243	126	133	125	210	118	101	499	468	594	476
Reported in Net Interest Income	88	102	88	81	80	97	82	70	65	278	259	340	287
Total	187	259	331	207	213	222	292	188	166	777	727	934	763
DEFERRED REVENUES (\$MM):	243	253	243	251	269	257	261	275	289				
ASSETS UNDER ADMINISTRATION (\$B):													
Personal													
Retail Brokerage	67.5	70.1	66.2	64.2	60.8	59.0	57.6	54.2	53.7				
Investment Management and Trust	56.0	57.4	56.3	57.0	56.3	54.8	53.4	53.4	56.0				
	123.5	127.5	122.5	121.2	117.1	113.8	111.0	107.6	109.7				
Mutual Funds	18.6	19.5	18.4	18.4	17.7	17.2	16.1	15.8	15.8				
Institutional	38.8	41.5	33.2	31.8	31.9	32.0	30.9	33.4	36.6				
Total	180.9	188.5	174.1	171.4	166.7	163.0	158.0	156.8	162.1				
ASSETS UNDER MANAGEMENT (\$B):													
Personal	9.8	9.9	9.7	9.4	8.4	8.0	7.8	7.5	7.3				
Mutual Funds	12.6	13.3	12.9	13.4	12.3	11.9	11.7	11.8	12.0				
Institutional	4.2	3.7	3.6	3.8	3.3	3.4	3.1	1.9	1.9				
Total	26.6	26.9	26.2	26.6	24.0	23.3	22.6	21.2	21.2				

OTHER INCOME



(\$MM)	QUARTERLY TREND								YEAR-TO-DATE		FULL YEAR		
	2006			2005				2004		2006	2005	2005	2004
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
Card Revenues	78	71	75	67	66	56	62	59	58	224	184	251	231
Deposit and Payment Services													
Deposit Services	159	150	153	149	151	140	141	136	141	462	432	581	536
Other Payment Services	39	33	36	32	33	28	27	25	28	108	88	120	110
	198	183	189	181	184	168	168	161	169	570	520	701	646
Mutual Funds	60	60	58	52	50	47	44	44	43	178	141	193	171
Investment Management, Brokerage and Trust Services													
Retail Brokerage	115	126	119	114	101	110	102	74	80	360	313	427	335
Personal and Corporate Trust	27	31	26	29	27	29	26	26	30	84	82	111	116
Investment Management and Custody	17	18	16	16	15	17	14	13	13	51	46	62	53
	159	175	161	159	143	156	142	113	123	495	441	600	504
Credit Fees													
Commitment and Other Credit Fees	110	104	103	104	113	110	109	116	124	317	332	436	477
Acceptance Fees	30	28	28	27	27	25	27	27	26	86	79	106	106
	140	132	131	131	140	135	136	143	150	403	411	542	583
Trading Revenues	99	157	243	126	133	125	210	118	101	499	468	594	476
Investment Banking													
Underwriting Fees and Other Commissions	113	114	104	121	115	123	134	100	117	331	372	493	477
Foreign Exchange and Other	54	48	51	50	47	44	46	44	43	153	137	187	171
	167	162	155	171	162	167	180	144	160	484	509	680	648
Net Gain on Investment Securities	105	108	94	109	109	134	62	54	106	307	305	414	477
Securitization Revenues	5	8	13	19	21	20	19	26	17	26	60	79	111
Other	162	130	106	139	120	128	88	134	108	398	336	475	473
Total Other Income	1,173	1,186	1,225	1,154	1,128	1,136	1,111	996	1,035	3,584	3,375	4,529	4,320
% of Total Revenue (TEB)	39.2	41.9	43.3	42.2	41.9	42.3	42.5	40.5	40.9	41.4	42.2	42.2	42.0

NON-INTEREST EXPENSES



(\$MM)	QUARTERLY TREND								YEAR-TO-DATE		FULL YEAR		
	2006			2005				2004		2006	2005	2005	2004
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
Salaries and Employee Benefits													
Salaries	539	505	498	515	494	480	474	487	486	1,542	1,448	1,963	1,933
Stock-based Compensation	22	27	62	42	38	30	30	49	42	111	98	140	174
Other Performance-based Compensation	242	249	231	180	208	245	247	172	215	722	700	880	817
Pension and Other Employee Benefits	137	147	143	124	134	128	119	121	132	427	381	505	528
	940	928	934	861	874	883	870	829	875	2,802	2,627	3,488	3,452
Premises and Technology													
Net Premises Rent	46	44	45	45	43	46	42	40	43	135	131	176	170
Premises Repairs and Maintenance	16	13	14	15	12	11	12	13	11	43	35	50	46
Property Taxes	17	16	11	15	16	15	15	15	18	44	46	61	58
Computer Equipment, Software and Data Processing	139	135	123	145	129	125	120	137	126	397	374	519	509
Depreciation	49	48	45	38	46	46	43	45	46	142	135	173	189
Other Premises Costs	46	42	43	44	42	42	41	43	39	131	125	169	167
	313	298	281	302	288	285	273	293	283	892	846	1,148	1,139
Communications													
Telecommunications	17	16	16	17	16	16	15	17	15	49	47	64	63
Stationery, Postage and Courier	53	51	48	49	50	47	45	50	47	152	142	191	185
	70	67	64	66	66	63	60	67	62	201	189	255	248
Advertising and Business Development													
Advertising and Promotion	33	27	25	54	34	28	23	33	26	85	85	139	113
Travel and Business Development	26	26	22	27	24	22	20	26	25	74	66	93	97
	59	53	47	81	58	50	43	59	51	159	151	232	210
Professional	46	38	32	55	44	45	42	48	39	116	131	186	163
Business and Capital Taxes	37	23	37	30	38	42	37	32	37	97	117	147	142
Other													
Employee Training	13	10	8	20	11	8	6	14	12	31	25	45	43
Amortization of Intangibles	10	8	8	9	6	7	7	7	6	26	20	29	27
Other	120	140	151	155	132	107	119	112	107	411	358	513	438
	143	158	167	184	149	122	132	133	125	468	403	587	508
Total Non-Interest Expenses	1,608	1,565	1,562	1,579	1,517	1,490	1,457	1,461	1,472	4,735	4,464	6,043	5,862
Productivity Ratio (TEB) (%)	53.8	55.3	55.2	57.8	56.4	55.4	55.7	59.4	58.1	54.7	55.9	56.3	56.9

BALANCE SHEET



(\$MM)	QUARTERLY TREND									
	2006			2005				2004		
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	
Cash Resources	24,181	25,667	23,940	20,505	22,135	20,494	19,985	17,155	20,526	
Securities - Investment	33,725	29,758	26,140	23,452	23,235	22,781	22,477	15,717	18,343	
- Trading	57,600	58,417	51,873	50,007	50,541	50,164	46,656	43,056	46,161	
	91,325	88,175	78,013	73,459	73,776	72,945	69,133	58,773	64,504	
Loans - Residential Mortgages	85,541	81,575	77,042	75,520	73,867	70,848	70,070	69,018	66,955	
- Personal and Credit Cards	38,245	36,857	35,331	34,695	33,981	34,403	33,855	30,182	29,475	
- Business and Governments	72,568	67,407	62,608	62,681	63,604	62,174	61,281	57,384	61,259	
- Reverse Repos	22,535	22,208	20,058	20,578	23,290	20,748	19,769	17,880	21,307	
- Sub-total	218,889	208,047	195,039	193,474	194,742	188,173	184,975	174,464	178,996	
Allowance for Credit Losses	(2,695)	(2,706)	(2,434)	(2,469)	(2,565)	(2,591)	(2,641)	(2,696)	(3,242)	
- Total Net Loans	216,194	205,341	192,605	191,005	192,177	185,582	182,334	171,768	175,754	
Acceptances	9,200	9,104	8,147	7,576	7,353	7,194	6,283	7,086	6,494	
Trading Derivatives' Market Valuation	11,929	16,685	12,926	11,622	11,334	12,884	12,493	14,198	11,163	
Land, Buildings and Equipment, net	2,209	2,178	1,926	1,934	1,947	1,904	1,937	1,872	1,872	
Goodwill	688	639	497	498	546	292	270	261	271	
Other Intangible Assets	267	269	226	235	219	226	233	240	246	
Other Assets	8,988	8,921	6,671	7,191	8,046	7,569	7,879	7,859	6,060	
Total Assets	364,981	356,979	324,951	314,025	317,533	309,090	300,547	279,212	286,890	
Deposits - Personal	91,904	90,718	86,289	83,953	83,840	82,527	81,059	79,020	79,569	
- Banks	28,072	32,567	27,606	24,103	24,912	25,184	24,341	22,051	24,086	
- Business and Governments	135,249	124,363	113,652	109,389	111,257	107,071	101,466	94,125	97,478	
- Total	255,225	247,648	227,547	217,445	220,009	214,782	206,866	195,196	201,133	
Other Liabilities										
- Repos	29,117	29,960	24,902	26,032	27,003	25,164	24,846	19,428	23,299	
- Securities Sold Short	14,663	10,961	10,513	11,250	9,976	8,542	7,453	7,585	11,421	
- Trading Derivatives' Market Valuation	11,815	15,746	13,639	11,193	12,049	11,445	11,993	14,054	10,972	
- Other	34,068	33,257	28,851	28,676	28,926	29,830	30,796	23,099	19,868	
- Total	89,663	89,924	77,905	77,151	77,954	74,981	75,088	64,166	65,560	
Subordinated Debentures	2,275	2,268	2,578	2,597	2,617	2,633	2,625	2,615	2,666	
Capital Instrument Liabilities	750	750	750	750	750	750	750	2,250	2,250	
Equity - Preferred Shares	600	600	600	600	600	600	300	300	300	
- Common Shares and Contributed Surplus	3,393	3,363	3,339	3,317	3,314	3,242	3,234	3,229	3,204	
- Retained Earnings	15,372	14,884	14,433	14,126	13,909	13,517	13,236	13,239	12,881	
- Cumulative Foreign Currency Translation	(2,297)	(2,458)	(2,201)	(1,961)	(1,620)	(1,415)	(1,552)	(1,783)	(1,104)	
- Common Equity	16,468	15,789	15,571	15,482	15,603	15,344	14,918	14,685	14,981	
- Total Equity	17,068	16,389	16,171	16,082	16,203	15,944	15,218	14,985	15,281	
Total Liabilities and Shareholders' Equity	364,981	356,979	324,951	314,025	317,533	309,090	300,547	279,212	286,890	

AVERAGE BALANCE SHEET



(\$MM)	QUARTERLY TREND								YEAR-TO-DATE		FULL YEAR		
	2006			2005				2004		2006	2005	2005	2004
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
Deposits with Other Banks	21,339	21,000	18,457	19,098	18,063	17,755	17,037	16,209	17,569	20,257	17,617	17,990	16,809
Securities	92,801	87,131	78,572	74,842	74,544	71,145	67,946	61,650	63,833	86,157	71,212	72,127	63,409
Loans - Residential Mortgages	83,437	78,225	76,510	74,537	71,986	70,252	69,634	68,091	65,056	79,403	70,612	71,613	64,490
- Personal and Credit Cards	37,324	36,083	34,767	34,041	34,144	34,257	32,565	29,339	28,606	36,058	33,665	33,748	27,997
- Business and Governments	64,664	59,643	57,828	57,726	58,758	58,065	54,972	55,450	58,060	60,724	57,256	57,375	57,874
- Reverse Repos	23,070	23,366	22,190	24,328	23,853	23,136	20,712	19,570	20,012	22,870	22,561	23,007	20,195
- Total	208,495	197,317	191,295	190,632	188,741	185,710	177,883	172,450	171,734	199,055	184,094	185,743	170,556
Total Earning Assets	322,635	305,448	288,324	284,572	281,348	274,610	262,866	250,309	253,136	305,469	272,923	275,860	250,774
Acceptances	9,339	8,992	8,138	7,749	7,455	7,149	7,099	6,950	7,254	8,821	7,235	7,365	7,061
Other Assets	31,804	28,429	25,988	25,264	25,531	25,607	27,858	24,722	24,080	28,470	26,418	26,149	26,151
Total Assets	363,778	342,869	322,450	317,585	314,334	307,366	297,823	281,981	284,470	342,760	306,576	309,374	283,986
Deposits - Personal	89,825	87,183	84,546	82,617	82,158	80,947	79,327	78,569	78,805	87,185	80,809	81,265	77,958
- Banks	29,868	29,120	25,581	23,586	24,778	24,181	22,029	22,739	24,488	28,179	23,666	23,646	23,774
- Business and Governments	130,553	121,289	113,902	111,818	108,627	104,722	101,225	97,565	95,553	121,922	104,851	106,607	94,494
- Total	250,246	237,592	224,029	218,021	215,563	209,850	202,581	198,873	198,846	237,286	209,326	211,518	196,226
Other Liabilities	93,786	85,940	78,966	80,072	79,322	78,557	76,779	63,081	65,478	85,914	78,291	78,796	67,979
Subordinated Debentures	2,268	2,307	2,591	2,600	2,625	2,620	2,612	2,644	2,677	2,389	2,619	2,614	2,661
Capital Instrument Liabilities	750	750	750	750	750	750	750	2,250	2,250	750	750	750	2,311
Shareholders' Equity - Preferred	600	600	600	600	600	458	300	300	300	600	453	490	300
- Common	16,128	15,680	15,514	15,542	15,474	15,131	14,801	14,833	14,919	15,821	15,137	15,206	14,509
- Total	16,728	16,280	16,114	16,142	16,074	15,589	15,101	15,133	15,219	16,421	15,590	15,696	14,809
Total Liabilities and Shareholders' Equity	363,778	342,869	322,450	317,585	314,334	307,366	297,823	281,981	284,470	342,760	306,576	309,374	283,986

**CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
AND RISK WEIGHTED ASSETS**



QUARTERLY TREND										YEAR-TO-DATE		FULL YEAR	
2006			2005				2004			2006	2005	2005	2004
Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3					

**CONSOLIDATED STATEMENT OF CHANGES IN
SHAREHOLDERS' EQUITY (\$MM):**

Balance at Beginning of Period	16,389	16,171	16,082	16,203	15,944	15,218	14,985	15,281	15,157	16,082	14,985	14,985	14,114
Cumulative Effect of Adopting New Accounting Policy	-	-	(25)	-	-	-	-	-	-	(25)	-	-	-
Preferred Shares Issued	-	-	-	-	-	300	-	-	-	-	300	300	-
Common Shares Issued, Net of Purchases for Cancellation, and Contributed Surplus	30	24	22	3	72	8	5	25	17	76	85	88	88
Premium on Redemption and Repurchase of Shares	(55)	(80)	(156)	(248)	(44)	(216)	(465)	(41)	(56)	(291)	(725)	(973)	(290)
Net Income	936	894	852	811	784	826	788	705	731	2,682	2,398	3,209	2,908
Dividends - Preferred	(8)	(7)	(8)	(8)	(9)	(4)	(4)	(4)	(4)	(23)	(17)	(25)	(16)
- Common	(385)	(356)	(356)	(338)	(339)	(318)	(322)	(302)	(302)	(1,097)	(979)	(1,317)	(1,110)
Net Unrealized Foreign Exchange Translation Gains (Losses)	161	(257)	(240)	(341)	(205)	137	231	(679)	(262)	(336)	163	(178)	(709)
Other	-	-	-	-	-	(7)	-	-	-	-	(7)	(7)	-
Balance at End of Period	17,068	16,389	16,171	16,082	16,203	15,944	15,218	14,985	15,281	17,068	16,203	16,082	14,985

RISK-WEIGHTED ASSETS (\$B):

On Balance Sheet Assets													
0 - 20% Cash Resources	4.4	4.5	3.4	2.8	3.2	2.9	2.9	2.4	3.0				
0 - 100% Securities	12.0	10.9	10.4	7.4	7.2	7.2	7.6	7.6	8.3				
0 - 50% Residential Mortgages	28.9	27.3	26.0	25.3	24.6	23.5	23.0	22.4	21.8				
0 - 100% Loans & Acceptances	99.3	92.7	87.2	85.1	87.5	85.3	82.7	80.7	83.4				
0 - 100% Other Assets	8.0	7.5	6.4	5.3	5.3	4.9	4.6	5.1	4.7				
	152.6	142.9	133.4	125.9	127.8	123.8	120.8	118.2	121.2				
Off Balance Sheet Assets													
Indirect Credit Instruments	28.8	28.4	28.1	29.7	28.9	28.8	27.3	25.5	27.5				
Interest Rate, Foreign Exchange and Other Derivative Instruments	4.1	5.1	3.9	3.9	3.7	4.0	3.8	3.9	3.3				
Market Risk -- Risk Assets Equivalent	4.8	3.7	3.5	3.3	3.4	3.5	3.6	2.9	3.5				
Total Risk-Weighted Assets	190.3	180.1	168.9	162.8	163.8	160.1	155.5	150.5	155.5				

REGULATORY CAPITAL AND RISK-WEIGHTED CAPITAL RATIOS



(\$MM)	QUARTERLY TREND								FULL YEAR			
	2006			2005				2004		2005		2004
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	2005	2004	
REGULATORY CAPITAL:												
Common Shareholders' Equity	16,468	15,789	15,571	15,482	15,603	15,344	14,918	14,685	14,981	15,482	14,685	
Non-Cumulative Preferred Shares	600	600	600	600	600	600	300	300	300	600	300	
Innovative Capital Instruments	2,250	2,250	2,250	2,250	2,250	2,250	2,250	2,250	2,250	2,250	2,250	
Non-Controlling Interest in Subsidiaries	411	387	310	306	296	290	287	280	280	306	280	
Goodwill	(688)	(639)	(497)	(498)	(546)	(292)	(270)	(261)	(271)	(498)	(261)	
Tier 1 Capital	19,041	18,387	18,234	18,140	18,203	18,192	17,485	17,254	17,540	18,140	17,254	
Debtentures (net of amortization)	2,105	2,100	2,407	2,420	2,495	2,508	2,501	2,493	2,600	2,420	2,493	
Eligible General Allowance (1)	1,330	1,330	1,330	1,330	1,375	1,375	1,361	1,317	1,361	1,330	1,317	
Tier 2 Capital	3,435	3,430	3,737	3,750	3,870	3,883	3,862	3,810	3,961	3,750	3,810	
Investment in Associated Corporations and Other	(457)	(406)	(436)	(358)	(534)	(591)	(313)	(200)	(220)	(358)	(200)	
Total Regulatory Capital	22,019	21,411	21,535	21,532	21,539	21,484	21,034	20,864	21,281	21,532	20,864	
CHANGES IN REGULATORY CAPITAL:												
Total Capital, Beginning of Period	21,411	21,535	21,532	21,539	21,484	21,034	20,864	21,281	21,170	20,864	20,408	
Internally Generated Capital												
Net Income	936	894	852	811	784	826	788	705	731	3,209	2,908	
Preferred and Common Share Dividends	(393)	(363)	(364)	(346)	(348)	(322)	(326)	(306)	(306)	(1,342)	(1,126)	
	543	531	488	465	436	504	462	399	425	1,867	1,782	
External Financing												
Debtentures (net of amortization)	5	(307)	(13)	(75)	(13)	7	8	(107)	(18)	(73)	(102)	
Innovative Capital Instruments	-	-	-	-	-	-	-	-	-	-	(250)	
Preferred Shares	-	-	-	-	-	300	-	-	-	300	-	
Common Shares and Contributed Surplus	30	24	22	3	72	8	5	25	17	88	88	
Premium on Redemption and Repurchase of Shares	(55)	(80)	(156)	(248)	(44)	(216)	(465)	(41)	(56)	(973)	(290)	
	(20)	(363)	(147)	(320)	15	99	(452)	(123)	(57)	(658)	(554)	
Other												
Net Unrealized Foreign Exchange Transaction Gains (Losses)	161	(257)	(240)	(341)	(205)	137	231	(679)	(262)	(178)	(709)	
Non-controlling Interest in Subsidiaries	24	77	4	10	6	3	7	-	3	26	(46)	
Other (2)	(100)	(112)	(102)	179	(197)	(293)	(78)	(14)	2	(389)	(17)	
	85	(292)	(338)	(152)	(396)	(153)	160	(693)	(257)	(541)	(772)	
Total Capital Generated (Used)	608	(124)	3	(7)	55	450	170	(417)	111	668	456	
Total Capital, End of Period	22,019	21,411	21,535	21,532	21,539	21,484	21,034	20,864	21,281	21,532	20,864	
RISK-WEIGHTED CAPITAL RATIOS (%):												
Tier I	10.0	10.2	10.8	11.1	11.1	11.4	11.2	11.5	11.3			
Total	11.6	11.9	12.7	13.2	13.1	13.4	13.5	13.9	13.7			
Tangible Common Equity	8.4	8.5	9.0	9.3	9.3	9.5	9.5	9.7	9.5			

(1) Under OSFI Guidelines, the general allowance is included in Tier 2 capital up to a maximum of 0.875% of risk-weighted assets.

(2) Represents changes to eligible general allowance, regulatory capital deductions for goodwill, securitization-related amounts and investments in associated corporations, and other charges (credits) to retained earnings. Q1/06 includes \$25MM charge for cumulative effect of new accounting policy on stock-based compensation adopted in Q3/06.

DERIVATIVES



						Jul 31/06	Apr 30/06	Jul 31/05
(\$MM)	Notional Principal Amount	Credit Risk Amount	Potential Future Exposure	Credit Risk Equivalent Amount	CRE/Loans & Acceptances (%)	Risk- Weighted Balance	Risk- Weighted Balance	Risk- Weighted Balance
<u>Interest Rate Contracts:</u>								
Futures and Forward Rate Agreements	118,013	7	8	15	-	5	6	11
Interest Rate Swaps	465,181	3,497	2,313	5,810	2.6	1,395	1,430	1,779
Options Purchased	35,661	195	65	260	0.1	65	71	75
Options Written	24,284	-	-	-	-	-	-	-
<u>Foreign Exchange Contracts:</u>								
Futures, Spot and Forwards	213,169	4,116	2,272	6,388	2.8	1,787	2,369	1,446
Currency Swaps	81,501	4,162	4,075	8,237	3.7	2,071	2,126	1,677
Options Purchased	2,440	94	34	128	0.1	46	48	23
Options Written	2,557	-	-	-	-	-	-	-
<u>Other Derivative Contracts:</u>								
Equity	30,463	693	1,764	2,457	1.1	710	1,582	601
Credit	27,748	194	1,592	1,786	0.8	574	572	513
Other	4,432	417	313	730	0.3	251	371	82
Total Derivatives	1,005,449	13,375	12,436	25,811	11.5	6,904	8,575	6,207
Less: Impact of Master Netting Agreements		6,754	4,666	11,420	5.1	2,740	3,421	2,483
Total after Netting		6,621	7,770	14,391	6.4	4,164	5,154	3,724

GROSS IMPAIRED LOANS



(\$MM)	QUARTERLY TREND									
	2006			2005				2004		
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	
GROSS IMPAIRED LOANS:										
<u>Domestic</u>										
Retail	346	339	332	311	255	268	264	267	242	
Commercial	254	238	194	201	184	182	178	170	273	
	600	577	526	512	439	450	442	437	515	
<u>International</u>										
Retail	390	384	333	319	363	346	342	328	369	
Commercial	604	645	435	413	420	438	441	470	595	
	994	1,029	768	732	783	784	783	798	964	
<u>Scotia Capital</u>										
Canada	18	19	20	25	33	43	48	52	170	
U.S.A.	138	224	257	331	355	394	544	701	1,047	
Europe	94	106	192	220	153	211	211	212	319	
	250	349	469	576	541	648	803	965	1,536	
Total Gross Impaired Loans	1,844	1,955	1,763	1,820	1,763	1,882	2,028	2,200	3,015	
Specific Allowance for Credit Losses	(1,365)	(1,376)	(1,104)	(1,139)	(1,190)	(1,216)	(1,266)	(1,321)	(1,817)	
Total Net Impaired Loans after Specific Allowance	479	579	659	681	573	666	762	879	1,198	
General Allowance for Credit Losses	(1,330)	(1,330)	(1,330)	(1,330)	(1,375)	(1,375)	(1,375)	(1,375)	(1,425)	
Total Net Impaired Loans after General Allowance	(851)	(751)	(671)	(649)	(802)	(709)	(613)	(496)	(227)	

CHANGES IN GROSS IMPAIRED LOANS:

	Domestic Retail	Domestic Commercial	International	Scotia Capital	General Allowance	Total
Q2/06 Gross Impaired Loans	339	238	1,029	349	-	1,955
New Classifications	183	27	66	-	-	276
Declassifications, payments and sales	(107)	(7)	(45)	(98)	-	(257)
Net Classifications	76	20	21	(98)	-	19
Write-Offs	(69)	(4)	(61)	(8)	-	(142)
Forex	-	-	5	7	-	12
Q3/06 Gross Impaired Loans	346	254	994	250	-	1,844
Allowance for Credit Losses	(223)	(166)	(836)	(140)	(1,330)	(2,695)
Q3/06 Net Impaired Loans	123	88	158	110	(1,330)	(851)

NET IMPAIRED LOANS AND ALLOWANCE FOR CREDIT LOSSES



(\$MM)	QUARTERLY TREND								
	2006			2005				2004	
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3
NET IMPAIRED LOANS:									
<u>Domestic</u>									
Retail	123	121	120	95	74	93	82	78	69
Commercial	88	77	75	88	55	54	43	51	78
	211	198	195	183	129	147	125	129	147
<u>International</u>									
Retail	55	110	89	73	42	60	42	57	136
Commercial	103	78	90	52	70	103	128	144	153
	158	188	179	125	112	163	170	201	289
<u>Scotia Capital</u>									
Canada	1	1	2	5	4	5	12	15	45
U.S.A.	83	160	188	249	254	268	368	442	592
Europe	26	32	95	119	74	83	87	92	125
	110	193	285	373	332	356	467	549	762
Total Net Impaired Loans after Specific Allowance	479	579	659	681	573	666	762	879	1,198
General Allowance for Credit Losses	(1,330)	(1,330)	(1,330)	(1,330)	(1,375)	(1,375)	(1,375)	(1,375)	(1,425)
Total Net Impaired Loans after General Allowance	(851)	(751)	(671)	(649)	(802)	(709)	(613)	(496)	(227)
Coverage Ratio (%) (1)	146.1	138.4	138.1	135.7	145.5	137.7	130.2	122.5	107.5
ALLOWANCE FOR CREDIT LOSSES:									
Balance, Beginning of Period	2,717	2,445	2,475	2,572	2,599	2,650	2,704	3,256	3,317
Acquisition of Subsidiaries	-	335	7	24	35	-	-	-	-
Write-offs	(142)	(120)	(131)	(160)	(188)	(153)	(149)	(548)	(117)
Recoveries	50	56	39	68	53	48	36	39	46
Provision for Credit Losses	74	35	75	36	85	35	74	40	50
Foreign Currency Adjustment and Other (2)	7	(34)	(20)	(65)	(12)	19	(15)	(83)	(40)
Balance, End of Period	2,706	2,717	2,445	2,475	2,572	2,599	2,650	2,704	3,256
<u>Comprised of:</u>									
Specific Allowance	1,365	1,376	1,104	1,139	1,190	1,216	1,266	1,321	1,817
General Allowance	1,330	1,330	1,330	1,330	1,375	1,375	1,375	1,375	1,425
Other Liabilities	11	11	11	6	7	8	9	8	14
Total Allowance for Credit Losses	2,706	2,717	2,445	2,475	2,572	2,599	2,650	2,704	3,256

(1) Specific and General Allowances for Credit Losses as a percentage of Total Gross Impaired Loans.

(2) includes transfer to Other Assets of \$64MM in Q1/05 as a result of the new CICA accounting standard on Variable Interest Entity (VIE) effective November 1, 2004.

CROSS BORDER EXPOSURES TO ASIA AND LATIN AMERICA



Outstandings (net of provisions), US\$ millions

	<u>Loans</u>	<u>Trade</u>	<u>Interbank Deposits</u>	<u>Govt./ Other Sec.</u>	<u>Invest. in Affiliates (1)</u>	<u>Other (2)</u>	Jul 31/06 Total	Apr 30/06 Total	Jul 31/05 Total
ASIA									
Korea	340	261	-	566	-	68	1,235	1,188	1,138
Japan	531	128	39	211	-	75	984	1,209	1,112
India	560	403	16	99	-	20	1,098	1,022	920
Malaysia	362	1	-	313	123	1	800	825	869
Hong Kong	305	53	115	533	-	21	1,027	843	741
China	292	410	13	24	-	11	750	803	576
Other (3)	332	121	56	245	-	37	791	609	775
Total	2,722	1,377	239	1,991	123	233	6,685	6,499	6,131
LATIN AMERICA									
Mexico	1,198	76	-	530	1,579	4	3,387	2,928	2,734
Chile	491	8	-	-	265	1	765	742	661
Brazil	22	290	-	334	-	1	647	586	599
Peru	34	27	-	27	381	-	469	444	109
El Salvador	172	13	-	-	165	-	350	341	296
Venezuela	2	15	-	57	71	-	145	136	157
Other (4)	784	32	10	63	34	-	923	945	889
Total	2,703	461	10	1,011	2,495	6	6,686	6,122	5,445

(1) equity investments in subsidiaries and other affiliates excluding goodwill in Chile and El Salvador totalling US\$215MM.

(2) includes forex contracts, precious metals, derivatives (positive mark-to-market).

(3) includes Indonesia, The Philippines, Singapore, Taiwan, and Thailand.

(4) includes Argentina, Colombia, Costa Rica, Ecuador, Panama and Uruguay.

ASSET SECURITIZATION, RESERVES AND INTEREST RATE SENSITIVITY



	QUARTERLY TREND								
	Q3	2006 Q2	Q1	Q4	Q3	2005 Q2	Q1	Q4	2004 Q3
ASSET SECURITIZATION (\$MM):									
Balance, Beginning of Period	8,048	8,395	8,610	8,678	8,757	8,489	8,842	8,615	8,494
Securitized	699	712	437	479	450	644	588	783	871
Paydowns/Maturities	(717)	(1,059)	(652)	(547)	(529)	(376)	(941)	(556)	(750)
Balance, End of Period									
Personal Loans	170	170	596	809	809	809	809	1,319	1,494
Credit Card	-	-	-	-	-	-	-	-	-
Mortgage-backed Securities	7,860	7,878	7,799	7,801	7,869	7,948	7,680	7,523	7,121
	8,030	8,048	8,395	8,610	8,678	8,757	8,489	8,842	8,615
RESERVES (\$MM):									
General Allowance for Credit Losses	1,330	1,330	1,330	1,330	1,375	1,375	1,375	1,375	1,425
Investment Securities - Unrealized Gains (Losses)									
Bonds of Emerging Markets	536	534	598	574	579	540	575	507	451
Other Fixed Income	(142)	(158)	(46)	(38)	1	28	45	39	(2)
Common and Preferred Shares	454	519	538	499	504	420	554	502	438
	848	895	1,090	1,035	1,084	988	1,174	1,048	887
INTEREST RATE SENSITIVITY (\$B):									
	Within 3 Months	3 to 12 Months	Cumulative Under 1 Year	Over 1 Year	Non-Interest Rate Sensitive				
Canadian Currency Gap									
July 31, 2006	6.8	(8.7)	(1.9)	11.6	(9.7)				
April 30, 2006	12.1	(8.6)	3.5	7.5	(11.0)				
July 31, 2005	13.2	(4.8)	8.4	3.2	(11.6)				
Foreign Currency Gap									
July 31, 2006	(3.4)	(0.1)	(3.5)	15.6	(12.1)				
April 30, 2006	(7.8)	4.4	(3.4)	12.9	(9.5)				
July 31, 2005	(10.1)	6.4	(3.7)	12.5	(8.8)				
Total Currency Gap									
July 31, 2006	3.4	(8.8)	(5.4)	27.2	(21.8)				
April 30, 2006	4.3	(4.2)	0.1	20.4	(20.5)				
July 31, 2005	3.1	1.6	4.7	15.7	(20.4)				

() denotes liability gap

Note: Based on the Bank's interest rate positions at July 31, 2006, an immediate and sustained 100 basis point rise in interest rates, across all currencies and maturities, would increase net income after-tax by approximately \$44MM over the next 12 months, and lower the common shareholders' equity, in present value terms, by approximately \$714MM.