

# SUPPLEMENTARY FINANCIAL INFORMATION



April 30, 2007

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## HIGHLIGHTS



	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2007		2006				2005			2007	2006	2006	2005
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
<b>Operating Performance:</b>													
Net Income (\$MM)	1,039	1,020	897	936	894	852	811	784	826	2,059	1,746	3,579	3,209
Net Income available to Common Shareholders (\$MM)	1,028	1,012	890	928	887	844	803	775	822	2,040	1,731	3,549	3,184
EPS (\$) - basic	1.04	1.02	0.90	0.94	0.90	0.85	0.81	0.78	0.82	2.06	1.75	3.59	3.19
- diluted	1.03	1.01	0.89	0.93	0.89	0.84	0.80	0.77	0.81	2.04	1.73	3.55	3.15
ROE (%)	23.4	23.0	21.1	22.8	23.2	21.6	20.5	19.9	22.3	23.3	22.4	22.1	20.9
Net Interest Margin (%) (1)	1.93	1.91	1.89	1.98	1.97	1.97	1.97	1.97	2.07	1.92	1.97	1.95	2.00
Productivity Ratio (TEB) (%)	53.8	53.6	56.9	53.8	55.3	55.2	57.8	56.4	55.4	53.7	55.2	55.3	56.3
Effective Tax Rate (%)	21.1	21.0	18.0	20.2	17.9	20.5	20.4	20.3	21.2	21.0	19.2	19.2	20.5
Effective Tax Rate (TEB) (%)	27.0	26.8	26.5	26.3	25.5	26.9	25.8	26.3	27.5	26.9	26.2	26.3	26.3
<b>Cash Flow:</b>													
Cash Net Income available to Common Shareholders (\$MM) (2)	1,035	1,020	898	934	893	849	809	780	826	2,055	1,742	3,574	3,203
Cash EPS (\$) - basic (2)	1.04	1.03	0.91	0.95	0.90	0.86	0.81	0.79	0.83	2.07	1.76	3.62	3.21
- diluted (2)	1.03	1.02	0.90	0.93	0.89	0.85	0.80	0.77	0.82	2.05	1.74	3.57	3.16
Cash ROE (%) (2)	23.6	23.1	21.3	23.0	23.3	21.7	20.7	20.0	22.4	23.5	22.5	22.3	21.1
<b>Balance Sheet:</b>													
Total Assets (\$B)	411.7	396.5	379.0	365.0	357.0	325.0	314.0	317.5	309.1				
Loans and Acceptances (\$B)	226.3	222.7	212.3	202.9	192.2	180.7	178.0	176.2	172.0				
Deposits (\$B)	291.6	277.0	263.9	255.2	247.6	227.5	217.4	220.0	214.8				
Common Shareholders' Equity (\$B)	18.7	18.9	16.9	16.5	15.8	15.6	15.5	15.6	15.3				
<b>Credit Quality:</b>													
Net Impaired Loans (\$MM) (3)	579	579	570	479	579	659	681	573	666				
General Allowance for Credit Losses (\$MM)	1,298	1,323	1,307	1,330	1,330	1,330	1,330	1,375	1,375				
Net Impaired Loans as % of Loans and Acceptances (3)	0.26	0.26	0.27	0.24	0.30	0.36	0.38	0.33	0.39				
Specific Provisions (\$MM)	45	63	92	74	35	75	81	85	35	108	110	276	275
- % of Average Loans and Acceptances	0.08	0.12	0.18	0.15	0.08	0.17	0.18	0.19	0.08	0.10	0.12	0.14	0.16
<b>Risk-Weighted Capital Ratios (%):</b>													
Tier 1	10.1	10.4	10.2	10.0	10.2	10.8	11.1	11.1	11.4				
Total	11.4	11.7	11.7	11.6	11.9	12.7	13.2	13.1	13.4				
Tangible Common Equity	8.0	8.4	8.3	8.4	8.5	9.0	9.3	9.3	9.5				
Risk-Weighted Assets (\$B)	213.1	206.8	197.0	190.3	180.1	168.9	162.8	163.8	160.1				

(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	
	2007		2006				2005			2007	2006	2006	2005
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
<b>Valuation:</b>													
Book Value per Share (\$)	18.90	18.99	17.13	16.66	15.98	15.76	15.64	15.68	15.44	18.90	15.98	17.13	15.64
Share Price (\$) - High	54.73	53.39	49.50	47.24	48.67	49.80	44.22	42.64	41.37	54.73	49.80	49.80	44.22
- Low	49.34	48.80	45.36	41.55	45.03	42.89	40.31	39.19	38.63	48.80	42.89	41.55	36.41
- Close	53.39	50.76	49.30	45.55	46.52	46.25	42.99	41.75	39.99	53.39	46.52	49.30	42.99
Share Price (Closing) as % Book Value	282.5	267.3	287.8	273.4	291.1	293.5	274.9	266.3	259.0	282.5	291.1	287.8	274.9
Price (Closing)/Earnings Ratio (X) (1)	13.7	13.5	13.7	13.0	13.9	14.2	13.5	13.6	13.2	13.7	13.9	13.7	13.5
Market Capitalization (\$MM)	52,840	50,397	48,783	45,022	45,950	45,696	42,568	41,547	39,734	52,840	45,950	48,783	42,568
<b>Dividends:</b>													
Common Dividends Paid (\$MM)	417	416	386	385	356	356	338	339	318	833	712	1,483	1,317
Common Dividends/Share (\$)	0.42	0.42	0.39	0.39	0.36	0.36	0.34	0.34	0.32	0.84	0.72	1.50	1.32
Payout Ratio (%)	40.6	41.2	43.3	41.5	40.1	42.2	42.1	43.7	38.7	40.9	41.1	41.8	41.4
Dividend Yield (%)	3.2	3.3	3.3	3.5	3.1	3.1	3.2	3.3	3.2	3.2	3.1	3.3	3.3
<b>Shares:</b>													
Number of Common Shares Outstanding at Period End (MM)	990	993	990	988	988	988	990	995	994				
Average Number of Common Shares Outstanding (MM) -- Basic	992	991	989	988	988	989	995	995	996	992	989	988	998
-- Diluted	1,001	1,001	1,000	999	1,001	1,002	1,008	1,009	1,011	1,001	1,002	1,001	1,012
<b>Share Buybacks:</b>													
Number of Common Shares Purchased (M)	4,357	-	777	1,300	1,900	3,671	6,371	1,136	5,891	4,357	5,571	7,648	26,097
Average Purchase Price (\$)	53.52	-	46.53	44.84	45.66	45.87	42.33	41.66	39.88	53.52	45.80	45.71	40.51
<b>Other Information:</b>													
Employees	54,908	53,937	53,251	52,232	51,503	47,166	46,631	46,269	44,094				
Branches and Offices	2,242	2,225	2,191	2,147	2,132	1,968	1,959	1,944	1,871				
ABMs	5,069	5,018	4,937	4,833	4,781	4,498	4,449	4,411	4,274				
<b>Senior Debt Credit Ratings:</b>													
Standard & Poor's	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-
Moody's	Aa1	Aa3	Aa3	Aa3	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 SEGMENT



(\$ MM)

## CONSOLIDATED STATEMENT OF INCOME:

	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2007		2006				2005			2007	2006	2006	2005
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Interest Income (TEB)	5,348	5,194	5,084	4,825	4,223	3,990	3,715	3,645	3,459	10,542	8,213	18,122	14,129
Interest Expense	3,445	3,313	3,301	3,009	2,579	2,385	2,134	2,084	1,907	6,758	4,964	11,274	7,932
Net Interest Income (TEB)	1,903	1,881	1,783	1,816	1,644	1,605	1,581	1,561	1,552	3,784	3,249	6,848	6,197
Other Income (see Page 9)	1,308	1,333	1,216	1,173	1,186	1,225	1,154	1,128	1,136	2,641	2,411	4,800	4,529
Total Revenue (TEB)	3,211	3,214	2,999	2,989	2,830	2,830	2,735	2,689	2,688	6,425	5,660	11,648	10,726
Taxable Equivalent Adjustment (TEB)	109	105	131	100	113	96	75	81	94	214	209	440	326
Total Revenue	3,102	3,109	2,868	2,889	2,717	2,734	2,660	2,608	2,594	6,211	5,451	11,208	10,400
Provision for Credit Losses	20	63	32	74	35	75	36	85	35	83	110	216	230
Total Non-interest Expenses (see Page 10)	1,726	1,724	1,708	1,608	1,565	1,562	1,579	1,517	1,490	3,450	3,127	6,443	6,043
Net Income before the undernoted:	1,356	1,322	1,128	1,207	1,117	1,097	1,045	1,006	1,069	2,678	2,214	4,549	4,127
Provision for Income Taxes	286	277	203	244	200	225	214	205	226	563	425	872	847
Non-controlling Interest in Net Income of Subsidiaries	31	25	28	27	23	20	20	17	17	56	43	98	71
<b>Net Income</b>	<b>1,039</b>	<b>1,020</b>	<b>897</b>	<b>936</b>	<b>894</b>	<b>852</b>	<b>811</b>	<b>784</b>	<b>826</b>	<b>2,059</b>	<b>1,746</b>	<b>3,579</b>	<b>3,209</b>
Preferred Dividends Paid	11	8	7	8	7	8	8	9	4	19	15	30	25
Net Income available to Common Shareholders	1,028	1,012	890	928	887	844	803	775	822	2,040	1,731	3,549	3,184
Amortization of Intangibles (net of taxes)	7	8	8	6	6	5	6	5	4	15	11	25	19
<b>Cash Net Income available to Common Shareholders</b>	<b>1,035</b>	<b>1,020</b>	<b>898</b>	<b>934</b>	<b>893</b>	<b>849</b>	<b>809</b>	<b>780</b>	<b>826</b>	<b>2,055</b>	<b>1,742</b>	<b>3,574</b>	<b>3,203</b>

## NET INCOME AVAILABLE TO COMMON SHAREHOLDERS BY BUSINESS SEGMENT:

Domestic Banking (1)	364	361	335	319	296	329	326	319	279	725	625	1,279	1,253
International Banking	293	316	268	285	268	233	174	234	186	609	501	1,054	800
Scotia Capital	318	294	235	278	276	258	229	200	239	612	534	1,047	915
Other (2)	53	41	52	46	47	24	74	22	118	94	71	169	216
<b>Total Bank</b>	<b>1,028</b>	<b>1,012</b>	<b>890</b>	<b>928</b>	<b>887</b>	<b>844</b>	<b>803</b>	<b>775</b>	<b>822</b>	<b>2,040</b>	<b>1,731</b>	<b>3,549</b>	<b>3,184</b>

(1) includes Wealth Management.

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

**BUSINESS SEGMENT PERFORMANCE -- DOMESTIC BANKING**


	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2007		2006				2005			2007	2006	2006	2005
(\$MM)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Net Interest Income (TEB)	942	953	957	932	884	909	929	905	852	1,895	1,793	3,682	3,576
Other Income	530	518	498	480	485	472	474	453	445	1,048	957	1,935	1,819
Total Revenue (TEB)	1,472	1,471	1,455	1,412	1,369	1,381	1,403	1,358	1,297	2,943	2,750	5,617	5,395
Provision for Credit Losses	(66)	(74)	(58)	(69)	(88)	(64)	(69)	(63)	(66)	(140)	(152)	(279)	(274)
Non-interest Expenses	(870)	(870)	(912)	(879)	(845)	(833)	(870)	(825)	(817)	(1,740)	(1,678)	(3,469)	(3,296)
Income Taxes (TEB)	(169)	(164)	(147)	(143)	(138)	(153)	(136)	(149)	(134)	(333)	(291)	(581)	(566)
<b>Net Income</b>	<b>367</b>	<b>363</b>	<b>338</b>	<b>321</b>	<b>298</b>	<b>331</b>	<b>328</b>	<b>321</b>	<b>280</b>	<b>730</b>	<b>629</b>	<b>1,288</b>	<b>1,259</b>
Preferred Dividends Paid	(3)	(2)	(3)	(2)	(2)	(2)	(2)	(2)	(1)	(5)	(4)	(9)	(6)
<b>Net Income available to Common Shareholders</b>	<b>364</b>	<b>361</b>	<b>335</b>	<b>319</b>	<b>296</b>	<b>329</b>	<b>326</b>	<b>319</b>	<b>279</b>	<b>725</b>	<b>625</b>	<b>1,279</b>	<b>1,253</b>
Amortization of Intangibles (net of taxes)	5	6	7	4	5	5	4	5	4	11	10	21	17
<b>Cash Net Income available to Common Shareholders</b>	<b>369</b>	<b>367</b>	<b>342</b>	<b>323</b>	<b>301</b>	<b>334</b>	<b>330</b>	<b>324</b>	<b>283</b>	<b>736</b>	<b>635</b>	<b>1,300</b>	<b>1,270</b>
ROE (%)	32.0	31.1	27.3	26.3	27.3	30.5	30.1	31.2	28.9	31.6	28.9	27.8	31.0
Net Interest Margin (%)	2.58	2.58	2.62	2.67	2.74	2.78	2.89	2.88	2.88	2.58	2.76	2.70	2.90
Productivity Ratio (%)	59.1	59.1	62.7	62.3	61.7	60.3	62.0	60.8	63.0	59.1	61.0	61.8	61.1
<b>Average Balances (\$B):</b>													
Total Assets	149	146	145	139	132	130	127	124	121	148	131	136	123
Residential Mortgages	94	91	90	85	80	78	76	74	72	93	79	83	74
Personal Loans	33	33	33	32	31	31	31	29	29	33	31	32	29
Business Loans & Acceptances	22	22	22	22	21	21	20	21	20	22	21	21	20
Personal Deposits	75	74	73	72	71	70	68	67	67	75	70	71	67
Non-personal Deposits	39	40	39	36	34	34	33	33	31	39	35	36	32
<b>Other:</b>													
Branches	981	977	972	967	964	953	954	953	952				
Wealth Management Offices	98	99	100	99	99	97	97	97	97				
Employees	21,253	20,865	20,810	20,728	20,498	19,945	19,661	19,599	19,450				
ABMs	2,782	2,761	2,742	2,703	2,680	2,656	2,624	2,620	2,594				

**BUSINESS SEGMENT PERFORMANCE -- INTERNATIONAL BANKING**


(\$MM)	QUARTERLY TREND								YEAR-TO-DATE		FULL YEAR		
	2007		2006				2005			2007	2006	2006	2005
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Net Interest Income (TEB)	679	670	628	607	542	529	506	512	489	1,349	1,071	2,306	1,969
Other Income	300	297	267	237	220	215	202	237	174	597	435	939	793
Total Revenue (TEB)	979	967	895	844	762	744	708	749	663	1,946	1,506	3,245	2,762
Provision for Credit Losses	(30)	(19)	(8)	(24)	(1)	(27)	(16)	(21)	(26)	(49)	(28)	(60)	(70)
Non-interest Expenses	(577)	(562)	(555)	(477)	(443)	(452)	(486)	(447)	(391)	(1,139)	(895)	(1,927)	(1,712)
Income Taxes (TEB)	(44)	(43)	(34)	(29)	(25)	(10)	(10)	(28)	(42)	(87)	(35)	(98)	(103)
Non-controlling Interest in Net Income of Subsidiaries	(31)	(25)	(28)	(27)	(23)	(20)	(20)	(17)	(17)	(56)	(43)	(98)	(71)
<b>Net Income</b>	<b>297</b>	<b>318</b>	<b>270</b>	<b>287</b>	<b>270</b>	<b>235</b>	<b>176</b>	<b>236</b>	<b>187</b>	<b>615</b>	<b>505</b>	<b>1,062</b>	<b>806</b>
Preferred Dividends Paid	(4)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(1)	(6)	(4)	(8)	(6)
<b>Net Income available to Common Shareholders</b>	<b>293</b>	<b>316</b>	<b>268</b>	<b>285</b>	<b>268</b>	<b>233</b>	<b>174</b>	<b>234</b>	<b>186</b>	<b>609</b>	<b>501</b>	<b>1,054</b>	<b>800</b>
Amortization of Intangibles (net of taxes)	2	1	1	1	-	-	1	-	-	3	-	2	1
<b>Cash Net Income available to Common Shareholders</b>	<b>295</b>	<b>317</b>	<b>269</b>	<b>286</b>	<b>268</b>	<b>233</b>	<b>175</b>	<b>234</b>	<b>186</b>	<b>612</b>	<b>501</b>	<b>1,056</b>	<b>801</b>
ROE (%)	18.7	22.2	21.1	23.9	26.2	22.9	17.5	24.1	21.0	20.4	24.5	23.4	21.6
Net Interest Margin (%)	4.03	4.09	4.20	4.19	4.15	4.06	3.93	3.98	4.04	4.06	4.11	4.15	3.95
Productivity Ratio (%)	58.9	58.1	62.0	56.5	58.1	60.8	68.6	59.7	59.0	58.5	59.4	59.4	62.0
<b>Average Balances (\$B):</b>													
Total Assets	69	65	59	57	54	52	51	51	49	67	53	56	50
Personal Loans & Mortgages	15	14	13	12	12	11	10	10	9	15	11	12	10
Business Loans & Acceptances	28	26	23	22	19	19	19	19	18	27	19	21	18
Securities	16	14	13	13	13	14	14	14	14	15	13	13	14
Total Deposits	50	48	44	43	40	38	37	38	37	49	39	41	37
<b>Other:</b>													
Branches and Offices	1,114	1,100	1,070	1,030	1,019	870	860	846	779				
Employees	24,527	23,967	23,545	22,494	22,249	18,463	18,297	17,899	16,071				
ABMs	2,287	2,257	2,195	2,130	2,101	1,842	1,825	1,791	1,680				

**BUSINESS SEGMENT PERFORMANCE -- SCOTIA CAPITAL**


(\$MM)	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2007		2006				2005			2007	2006	2006	2005
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Net Interest Income (TEB)	<b>296</b>	269	251	262	229	209	201	202	230	<b>565</b>	438	951	849
Other Income	<b>360</b>	361	324	351	351	411	338	316	329	<b>721</b>	762	1,437	1,320
Total Revenue (TEB)	<b>656</b>	630	575	613	580	620	539	518	559	<b>1,286</b>	1,200	2,388	2,169
Provision for Credit Losses	<b>51</b>	30	(26)	19	54	16	7	(2)	57	<b>81</b>	70	63	71
Non-interest Expenses	<b>(262)</b>	(259)	(216)	(232)	(253)	(254)	(198)	(214)	(256)	<b>(521)</b>	(507)	(955)	(929)
Income Taxes (TEB)	<b>(125)</b>	(105)	(97)	(120)	(104)	(122)	(117)	(100)	(120)	<b>(230)</b>	(226)	(443)	(390)
<b>Net Income</b>	<b>320</b>	296	236	280	277	260	231	202	240	<b>616</b>	537	1,053	921
Preferred Dividends Paid	<b>(2)</b>	(2)	(1)	(2)	(1)	(2)	(2)	(2)	(1)	<b>(4)</b>	(3)	(6)	(6)
<b>Net Income available to Common Shareholders</b>	<b>318</b>	294	235	278	276	258	229	200	239	<b>612</b>	534	1,047	915
Amortization of Intangibles (net of taxes)	-	1	-	1	1	-	1	-	-	<b>1</b>	1	2	1
<b>Cash Net Income available to Common Shareholders</b>	<b>318</b>	295	235	279	277	258	230	200	239	<b>613</b>	535	1,049	916
ROE (%)	<b>33.4</b>	30.7	26.2	31.9	35.4	32.3	27.4	24.7	31.1	<b>32.0</b>	33.8	31.3	28.4
Net Interest Margin (%)	<b>0.79</b>	0.71	0.71	0.76	0.73	0.72	0.70	0.70	0.84	<b>0.75</b>	0.73	0.73	0.76
Productivity Ratio (%)	<b>39.9</b>	41.1	37.6	37.8	43.6	41.0	36.7	41.3	45.8	<b>40.5</b>	42.3	40.0	42.8
<b>Average Balances (\$B):</b>													
Total Assets	<b>153</b>	150	140	136	128	115	114	114	113	<b>152</b>	121	130	112
Business Loans & Acceptances	<b>41</b>	41	36	32	30	29	28	29	29	<b>41</b>	30	32	29
Securities Purchased Under Resale Agreements	<b>20</b>	22	22	19	19	18	21	21	19	<b>21</b>	19	20	19
Securities -- Investment	<b>14</b>	14	14	14	11	6	5	5	6	<b>14</b>	9	11	5
-- Trading	<b>61</b>	58	53	52	51	46	44	44	42	<b>59</b>	48	50	43
Deposits with Banks	<b>5</b>	4	3	3	4	3	2	2	2	<b>5</b>	3	3	2
Total Deposits	<b>28</b>	25	26	22	21	20	22	22	20	<b>26</b>	21	22	20
Employees	<b>1,395</b>	1,418	1,382	1,410	1,354	1,369	1,379	1,376	1,292				

BUSINESS SEGMENT PERFORMANCE -- OTHER (1)



(\$MM)	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2007		2006				2005			2007	2006	2006	2005
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
<b>Other (1):</b>													
Net Interest Income (2)	(123)	(116)	(184)	(85)	(124)	(138)	(130)	(139)	(113)	(239)	(262)	(531)	(523)
Other Income	118	157	127	105	130	127	140	122	188	275	257	489	597
Total Revenue	(5)	41	(57)	20	6	(11)	10	(17)	75	36	(5)	(42)	74
Provision for Credit Losses	25	-	60	-	-	-	42	1	-	25	-	60	43
Non-interest Expenses	(17)	(33)	(25)	(20)	(24)	(23)	(25)	(31)	(26)	(50)	(47)	(92)	(106)
Income Taxes (2)	52	35	75	48	67	60	49	72	70	87	127	250	212
<b>Net Income</b>	<b>55</b>	<b>43</b>	<b>53</b>	<b>48</b>	<b>49</b>	<b>26</b>	<b>76</b>	<b>25</b>	<b>119</b>	<b>98</b>	<b>75</b>	<b>176</b>	<b>223</b>
Preferred Dividends Paid	(2)	(2)	(1)	(2)	(2)	(2)	(2)	(3)	(1)	(4)	(4)	(7)	(7)
<b>Net Income available to Common Shareholders</b>	<b>53</b>	<b>41</b>	<b>52</b>	<b>46</b>	<b>47</b>	<b>24</b>	<b>74</b>	<b>22</b>	<b>118</b>	<b>94</b>	<b>71</b>	<b>169</b>	<b>216</b>
Amortization of Intangibles (net of taxes)	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Cash Net Income available to Common Shareholders</b>	<b>53</b>	<b>41</b>	<b>52</b>	<b>46</b>	<b>47</b>	<b>24</b>	<b>74</b>	<b>22</b>	<b>118</b>	<b>94</b>	<b>71</b>	<b>169</b>	<b>216</b>
<b>Average Balances (\$B):</b>													
Total Assets	33	30	30	32	29	25	25	25	24	31	27	29	24
Deposits with Banks	13	11	13	12	12	11	11	11	10	12	11	12	11
Securities	13	13	12	13	12	12	11	10	10	13	12	12	10
Total Deposits	89	85	80	77	71	62	58	56	55	87	66	73	56

(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 on pages 4 to 6.



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



	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2007		2006				2005			2007	2006	2006	2005
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
<b>NET INTEREST MARGIN:</b>													
Net Interest Income (TEB) (\$MM)	1,903	1,881	1,783	1,816	1,644	1,605	1,581	1,561	1,552	3,784	3,249	6,848	6,197
Net Interest Income (TEB) as % of Average Total Assets	1.93	1.91	1.89	1.98	1.97	1.97	1.97	1.97	2.07	1.92	1.97	1.95	2.00
Net Interest Income (TEB) as % of Average Earning Assets	2.14	2.11	2.10	2.23	2.21	2.21	2.20	2.20	2.32	2.13	2.21	2.18	2.25
<b>TRADING REVENUE (TEB) (\$MM):</b>													
Securities Trading	24	44	25	6	34	80	28	33	45	68	114	145	175
Foreign Exchange and Precious Metals Trading	81	66	70	67	78	86	68	57	66	147	164	301	295
Derivative and Other Trading	151	137	159	114	147	165	111	123	111	288	312	585	464
<b>Total</b>	<b>256</b>	<b>247</b>	<b>254</b>	<b>187</b>	<b>259</b>	<b>331</b>	<b>207</b>	<b>213</b>	<b>222</b>	<b>503</b>	<b>590</b>	<b>1,031</b>	<b>934</b>
Reported in Other Income	151	149	138	99	157	243	126	133	125	300	400	637	594
Reported in Net Interest Income	105	98	116	88	102	88	81	80	97	203	190	394	340
<b>Total</b>	<b>256</b>	<b>247</b>	<b>254</b>	<b>187</b>	<b>259</b>	<b>331</b>	<b>207</b>	<b>213</b>	<b>222</b>	<b>503</b>	<b>590</b>	<b>1,031</b>	<b>934</b>
<b>DEFERRED REVENUES (\$MM):</b>	<b>287</b>	<b>267</b>	<b>243</b>	<b>243</b>	<b>253</b>	<b>243</b>	<b>251</b>	<b>269</b>	<b>257</b>				
<b>ASSETS UNDER ADMINISTRATION (\$B):</b>													
Personal													
Retail Brokerage	76.3	74.0	69.7	67.5	70.1	66.2	64.2	60.8	59.0				
Investment Management and Trust	62.8	62.7	59.5	56.0	57.4	56.3	57.0	56.3	54.8				
	139.1	136.7	129.2	123.5	127.5	122.5	121.2	117.1	113.8				
Mutual Funds	23.6	21.4	19.8	18.6	19.5	18.4	18.4	17.7	17.2				
Institutional	45.7	45.0	42.9	38.8	41.5	33.2	31.8	31.9	32.0				
<b>Total</b>	<b>208.4</b>	<b>203.1</b>	<b>191.9</b>	<b>180.9</b>	<b>188.5</b>	<b>174.1</b>	<b>171.4</b>	<b>166.7</b>	<b>163.0</b>				
<b>ASSETS UNDER MANAGEMENT (\$B):</b>													
Personal	10.9	11.1	10.0	9.8	9.9	9.7	9.4	8.4	8.0				
Mutual Funds	15.4	13.5	13.2	12.6	13.3	12.9	13.4	12.3	11.9				
Institutional	4.1	4.6	4.6	4.2	3.7	3.6	3.8	3.3	3.4				
<b>Total</b>	<b>30.4</b>	<b>29.2</b>	<b>27.8</b>	<b>26.6</b>	<b>26.9</b>	<b>26.2</b>	<b>26.6</b>	<b>24.0</b>	<b>23.3</b>				

## OTHER INCOME



(\$MM)	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2007		2006				2005			2007	2006	2006	2005
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
<b>Card Revenues</b>	<b>89</b>	93	83	78	71	75	67	66	56	<b>182</b>	146	307	251
<b>Deposit and Payment Services</b>													
Deposit Services	<b>159</b>	165	160	159	150	153	149	151	140	<b>324</b>	303	622	581
Other Payment Services	<b>40</b>	41	36	39	33	36	32	33	28	<b>81</b>	69	144	120
	<b>199</b>	206	196	198	183	189	181	184	168	<b>405</b>	372	766	701
<b>Mutual Funds</b>	<b>73</b>	68	63	60	60	58	52	50	47	<b>141</b>	118	241	193
<b>Investment Management, Brokerage and Trust Services</b>													
Retail Brokerage	<b>141</b>	138	121	115	126	119	114	101	110	<b>279</b>	245	481	427
Personal and Corporate Trust	<b>31</b>	30	31	27	31	26	29	27	29	<b>61</b>	57	115	111
Investment Management and Custody	<b>23</b>	20	19	17	18	16	16	15	17	<b>43</b>	34	70	62
	<b>195</b>	188	171	159	175	161	159	143	156	<b>383</b>	336	666	600
<b>Credit Fees</b>													
Commitment and Other Credit Fees	<b>98</b>	101	97	110	104	103	104	113	110	<b>199</b>	207	414	436
Acceptance Fees	<b>31</b>	31	30	30	28	28	27	27	25	<b>62</b>	56	116	106
	<b>129</b>	132	127	140	132	131	131	140	135	<b>261</b>	263	530	542
<b>Trading Revenues</b>	<b>151</b>	149	138	99	157	243	126	133	125	<b>300</b>	400	637	594
<b>Investment Banking</b>													
Underwriting Fees and Other Commissions	<b>137</b>	135	122	113	114	104	121	115	123	<b>272</b>	218	453	493
Foreign Exchange and Other	<b>58</b>	59	53	54	48	51	50	47	44	<b>117</b>	99	206	187
	<b>195</b>	194	175	167	162	155	171	162	167	<b>389</b>	317	659	680
<b>Net Gain on Investment Securities</b>	<b>79</b>	127	64	105	108	94	109	109	134	<b>206</b>	202	371	414
<b>Other</b>	<b>198</b>	176	199	167	138	119	158	141	148	<b>374</b>	257	623	554
<b>Total Other Income</b>	<b>1,308</b>	1,333	1,216	1,173	1,186	1,225	1,154	1,128	1,136	<b>2,641</b>	2,411	4,800	4,529
% of Total Revenue (TEB)	<b>40.7</b>	41.5	40.5	39.2	41.9	43.3	42.2	41.9	42.3	41.1	42.6	41.2	42.2

## NON-INTEREST EXPENSES



(\$MM)	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2007		2006				2005			2007	2006	2006	2005
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
<b>Salaries and Employee Benefits</b>													
Salaries	571	565	558	539	505	498	515	494	480	1,136	1,003	2,100	1,963
Stock-based Compensation	29	57	50	23	27	64	42	38	30	86	91	164	140
Other Performance-based Compensation	259	244	217	241	249	229	180	208	245	503	478	936	880
Pension and Other Employee Benefits	145	137	141	137	147	143	124	134	128	282	290	568	505
	<b>1,004</b>	<b>1,003</b>	<b>966</b>	<b>940</b>	<b>928</b>	<b>934</b>	<b>861</b>	<b>874</b>	<b>883</b>	<b>2,007</b>	<b>1,862</b>	<b>3,768</b>	<b>3,488</b>
<b>Premises and Technology</b>													
Net Premises Rent	49	48	46	46	44	45	45	43	46	97	89	181	176
Premises Repairs and Maintenance	17	19	17	16	13	14	15	12	11	36	27	60	50
Property Taxes	16	15	17	17	16	11	15	16	15	31	27	61	61
Computer Equipment, Software and Data Processing	144	141	152	139	135	123	145	129	125	285	258	549	519
Depreciation	53	56	50	49	48	45	38	46	46	109	93	192	173
Other Premises Costs	50	48	40	46	42	43	44	42	42	98	85	171	169
	<b>329</b>	<b>327</b>	<b>322</b>	<b>313</b>	<b>298</b>	<b>281</b>	<b>302</b>	<b>288</b>	<b>285</b>	<b>656</b>	<b>579</b>	<b>1,214</b>	<b>1,148</b>
<b>Communications</b>													
Telecommunications	17	18	19	17	16	16	17	16	16	35	32	68	64
Stationery, Postage and Courier	58	55	56	53	51	48	49	50	47	113	99	208	191
	<b>75</b>	<b>73</b>	<b>75</b>	<b>70</b>	<b>67</b>	<b>64</b>	<b>66</b>	<b>66</b>	<b>63</b>	<b>148</b>	<b>131</b>	<b>276</b>	<b>255</b>
<b>Advertising and Business Development</b>													
Advertising and Promotion	42	49	41	33	27	25	54	34	28	91	52	126	139
Travel and Business Development	28	27	32	26	26	22	27	24	22	55	48	106	93
	<b>70</b>	<b>76</b>	<b>73</b>	<b>59</b>	<b>53</b>	<b>47</b>	<b>81</b>	<b>58</b>	<b>50</b>	<b>146</b>	<b>100</b>	<b>232</b>	<b>232</b>
<b>Professional</b>	<b>48</b>	<b>45</b>	<b>58</b>	<b>46</b>	<b>38</b>	<b>32</b>	<b>55</b>	<b>44</b>	<b>45</b>	<b>93</b>	<b>70</b>	<b>174</b>	<b>186</b>
<b>Business and Capital Taxes</b>	<b>34</b>	<b>39</b>	<b>36</b>	<b>37</b>	<b>23</b>	<b>37</b>	<b>30</b>	<b>38</b>	<b>42</b>	<b>73</b>	<b>60</b>	<b>133</b>	<b>147</b>
<b>Other</b>													
Employee Training	10	12	16	13	10	8	20	11	8	22	18	47	45
Amortization of Intangibles	11	12	12	10	8	8	9	6	7	23	16	38	29
Other	145	137	150	120	140	151	155	132	107	282	291	561	513
	<b>166</b>	<b>161</b>	<b>178</b>	<b>143</b>	<b>158</b>	<b>167</b>	<b>184</b>	<b>149</b>	<b>122</b>	<b>327</b>	<b>325</b>	<b>646</b>	<b>587</b>
<b>Total Non-Interest Expenses</b>	<b>1,726</b>	<b>1,724</b>	<b>1,708</b>	<b>1,608</b>	<b>1,565</b>	<b>1,562</b>	<b>1,579</b>	<b>1,517</b>	<b>1,490</b>	<b>3,450</b>	<b>3,127</b>	<b>6,443</b>	<b>6,043</b>
Productivity Ratio (TEB) (%)	<b>53.8</b>	<b>53.6</b>	<b>56.9</b>	<b>53.8</b>	<b>55.3</b>	<b>55.2</b>	<b>57.8</b>	<b>56.4</b>	<b>55.4</b>	<b>53.7</b>	<b>55.2</b>	<b>55.3</b>	<b>56.3</b>

# BALANCE SHEET



(\$MM)	QUARTERLY TREND								
	2007		2006				2005		
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
Cash Resources	31,122	26,384	23,376	24,181	25,667	23,940	20,505	22,135	20,494
Securities - Trading	71,547	64,307	62,490	57,600	58,417	51,873	50,007	50,541	50,164
- Available for SaleTrading	28,627	36,208	33,012	33,725	29,758	26,140	23,452	23,235	22,781
	100,174	100,515	95,502	91,325	88,175	78,013	73,459	73,776	72,945
Securities Purchased under Resale Agreements	25,867	24,129	25,705	22,535	22,208	20,058	20,578	23,290	20,748
Loans - Residential Mortgages	94,706	92,055	89,590	85,541	81,575	77,042	75,520	73,867	70,848
- Personal and Credit Cards	40,408	39,757	39,058	38,245	36,857	35,331	34,695	33,981	34,403
- Business and Governments	83,424	83,067	76,733	72,568	67,407	62,608	62,681	63,604	62,174
- Sub-total	218,538	214,879	205,381	196,354	185,839	174,981	172,896	171,452	167,425
Allowance for Credit Losses	(2,505)	(2,620)	(2,607)	(2,695)	(2,706)	(2,434)	(2,469)	(2,565)	(2,591)
- Total Net Loans	216,033	212,259	202,774	193,659	183,133	172,547	170,427	168,887	164,834
Acceptances	10,277	10,431	9,555	9,200	9,104	8,147	7,576	7,353	7,194
Trading Derivatives' Market Valuation	14,313	10,688	10,369	11,929	16,685	12,926	11,622	11,334	12,884
Land, Buildings and Equipment, net	2,308	2,344	2,256	2,209	2,178	1,926	1,934	1,947	1,904
Goodwill	1,176	1,121	873	688	639	497	498	546	292
Other Intangible Assets	301	317	294	267	269	226	235	219	226
Other Assets	10,139	8,282	8,302	8,988	8,921	6,671	7,191	8,046	7,569
<b>Total Assets</b>	<b>411,710</b>	<b>396,470</b>	<b>379,006</b>	<b>364,981</b>	<b>356,979</b>	<b>324,951</b>	<b>314,025</b>	<b>317,533</b>	<b>309,090</b>
Deposits - Personal	97,218	96,823	93,450	91,904	90,718	86,289	83,953	83,840	82,527
- Banks	36,466	31,201	29,392	28,072	32,567	27,606	24,103	24,912	25,184
- Business and Governments	157,919	148,995	141,072	135,249	124,363	113,652	109,389	111,257	107,071
- Total	291,603	277,019	263,914	255,225	247,648	227,547	217,445	220,009	214,782
Other Liabilities									
- Securities Sold Under Repurchase Agreements	29,577	29,612	33,470	29,117	29,960	24,902	26,032	27,003	25,164
- Securities Sold Short	21,521	18,201	13,396	14,663	10,961	10,513	11,250	9,976	8,542
- Trading Derivatives' Market Valuation	12,214	11,039	11,211	11,815	15,746	13,639	11,193	12,049	11,445
- Other	33,749	37,714	36,447	34,068	33,257	28,851	28,676	28,926	29,830
- Total	97,061	96,566	94,524	89,663	89,924	77,905	77,151	77,954	74,981
Subordinated Debentures	2,301	2,340	2,271	2,275	2,268	2,578	2,597	2,617	2,633
Capital Instrument Liabilities	750	750	750	750	750	750	750	750	750
Equity - Preferred Shares	1,290	945	600	600	600	600	600	600	600
- Common Shares and Contributed Surplus	3,539	3,520	3,425	3,393	3,363	3,339	3,317	3,314	3,242
- Retained Earnings	16,763	16,376	15,843	15,372	14,884	14,433	14,126	13,909	13,517
- Accumulated Other Comprehensive Income (Loss)	(1,597)	(1,046)	(2,321)	(2,297)	(2,458)	(2,201)	(1,961)	(1,620)	(1,415)
- Common Equity	18,705	18,850	16,947	16,468	15,789	15,571	15,482	15,603	15,344
- Total Equity	19,995	19,795	17,547	17,068	16,389	16,171	16,082	16,203	15,944
<b>Total Liabilities and Shareholders' Equity</b>	<b>411,710</b>	<b>396,470</b>	<b>379,006</b>	<b>364,981</b>	<b>356,979</b>	<b>324,951</b>	<b>314,025</b>	<b>317,533</b>	<b>309,090</b>

## AVERAGE BALANCE SHEET



(\$MM)	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2007		2006				2005			2007	2006	2006	2005
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Deposits with Other Banks	25,461	22,407	23,163	21,339	21,000	18,457	19,098	18,063	17,755	23,909	19,707	20,989	17,990
Securities - Trading	67,227	64,059	58,489	59,433	57,151	53,021	51,851	51,712	48,582	65,616	55,052	57,022	49,664
- Available for Sale	36,650	35,153	33,649	33,368	29,980	25,551	22,991	22,832	22,563	35,889	27,729	30,643	22,463
	103,877	99,212	92,138	92,801	87,131	78,572	74,842	74,544	71,145	101,505	82,781	87,665	72,127
Securities Purchased under Resale Agreements	23,426	26,461	25,820	23,070	23,366	22,190	24,328	23,853	23,136	24,969	22,768	23,614	23,007
Loans - Residential Mortgages	93,163	90,982	89,091	83,437	78,225	76,510	74,537	71,986	70,252	92,054	77,353	81,845	71,613
- Personal and Credit Cards	39,564	38,680	38,205	37,324	36,083	34,767	34,041	34,144	34,257	39,114	35,414	36,599	33,748
- Business and Governments	78,413	75,298	69,052	64,664	59,643	57,828	57,726	58,758	58,065	76,832	58,721	62,823	57,375
- Total	211,140	204,960	196,348	185,425	173,951	169,105	166,304	164,888	162,574	208,000	171,488	181,267	162,736
Total Earning Assets	363,904	353,040	337,469	322,635	305,448	288,324	284,572	281,348	274,610	358,383	296,744	313,535	275,860
Acceptances	10,653	10,419	9,574	9,339	8,992	8,138	7,749	7,455	7,149	10,534	8,558	9,011	7,365
Other Assets	29,787	28,080	27,551	31,804	28,429	25,988	25,264	25,531	25,607	29,154	27,290	28,163	26,149
<b>Total Assets</b>	<b>404,344</b>	<b>391,539</b>	<b>374,594</b>	<b>363,778</b>	<b>342,869</b>	<b>322,450</b>	<b>317,585</b>	<b>314,334</b>	<b>307,366</b>	<b>398,071</b>	<b>332,592</b>	<b>350,709</b>	<b>309,374</b>
Deposits - Personal	96,246	94,233	92,184	89,825	87,183	84,546	82,617	82,158	80,947	95,223	85,843	88,445	81,265
- Banks	32,306	30,817	29,377	29,868	29,120	25,581	23,586	24,778	24,181	31,549	27,321	28,481	23,646
- Business and Governments	152,475	146,891	141,347	130,553	121,289	113,902	111,818	108,627	104,722	149,637	117,535	126,818	106,607
- Total	281,027	271,941	262,908	250,246	237,592	224,029	218,021	215,563	209,850	276,409	230,699	243,744	211,518
Other Liabilities	100,425	97,723	91,358	93,786	85,940	78,966	80,072	79,322	78,557	99,401	82,487	87,210	78,796
Subordinated Debentures	2,326	2,286	2,270	2,268	2,307	2,591	2,600	2,625	2,620	2,306	2,451	2,359	2,614
Capital Instrument Liabilities	750	750	750	750	750	750	750	750	750	750	750	750	750
Shareholders' Equity													
- Preferred Shares	1,040	630	600	600	600	600	600	600	458	831	600	600	490
- Common Shares, Contributed Surplus and Retained Earnings	20,098	19,551	19,017	18,506	18,010	17,595	17,333	16,992	16,615	19,801	17,812	18,294	16,872
- Accumulated Other Comprehensive Income (Loss)	(1,322)	(1,342)	(2,309)	(2,378)	(2,330)	(2,081)	(1,791)	(1,518)	(1,484)	(1,427)	(2,207)	(2,248)	(1,666)
- Total	19,816	18,839	17,308	16,728	16,280	16,114	16,142	16,074	15,589	19,205	16,205	16,646	15,696
<b>Total Liabilities and Shareholders' Equity</b>	<b>404,344</b>	<b>391,539</b>	<b>374,594</b>	<b>363,778</b>	<b>342,869</b>	<b>322,450</b>	<b>317,585</b>	<b>314,334</b>	<b>307,366</b>	<b>398,071</b>	<b>332,592</b>	<b>350,709</b>	<b>309,374</b>

# CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY



(\$MM)	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2007		2006				2005			2007	2006	2006	2005
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
<b>Preferred Shares:</b>													
Balance at Beginning of Period	945	600	600	600	600	600	600	600	300	600	600	600	300
Preferred Shares Issued	345	345	-	-	-	-	-	-	300	-	-	-	300
<b>Balance at End of Period</b>	<b>1,290</b>	<b>945</b>	<b>600</b>	<b>600</b>	<b>600</b>	<b>600</b>	<b>600</b>	<b>600</b>	<b>600</b>	<b>1,290</b>	<b>600</b>	<b>600</b>	<b>600</b>
<b>Common Shares and Contributed Surplus:</b>													
Balance at Beginning of Period	3,520	3,425	3,393	3,363	3,339	3,317	3,314	3,242	3,234	3,425	3,317	3,317	3,229
Common Shares Issued less Purchases for Cancellation	19	95	32	30	24	22	3	72	8	114	46	108	88
<b>Balance at End of Period</b>	<b>3,539</b>	<b>3,520</b>	<b>3,425</b>	<b>3,393</b>	<b>3,363</b>	<b>3,339</b>	<b>3,317</b>	<b>3,314</b>	<b>3,242</b>	<b>3,539</b>	<b>3,363</b>	<b>3,425</b>	<b>3,317</b>
<b>Retained Earnings:</b>													
Balance at Beginning of Period	16,376	15,843	15,372	14,884	14,433	14,126	13,909	13,517	13,236	15,843	14,126	14,126	13,239
Cumulative Effect of Adopting New Accounting Policies	-	(61)	-	-	-	(25)	-	-	-	(61)	(25)	(25)	-
Adjusted Balance at Beginning of Period	16,376	15,782	15,372	14,884	14,433	14,101	13,909	13,517	13,236	15,782	14,101	14,101	13,239
Net Income	1,039	1,020	897	936	894	852	811	784	826	2,059	1,746	3,579	3,209
Dividends - Preferred	(11)	(8)	(7)	(8)	(7)	(8)	(8)	(9)	(4)	(19)	(15)	(30)	(25)
- Common	(417)	(416)	(386)	(385)	(356)	(356)	(338)	(339)	(318)	(833)	(712)	(1,483)	(1,317)
Premium on Redemption and Repurchase of Shares	(218)	-	(33)	(55)	(80)	(156)	(248)	(44)	(216)	(218)	(236)	(324)	(973)
Other	(6)	(2)	-	-	-	-	-	-	(7)	(8)	-	-	(7)
<b>Balance at End of Period</b>	<b>16,763</b>	<b>16,376</b>	<b>15,843</b>	<b>15,372</b>	<b>14,884</b>	<b>14,433</b>	<b>14,126</b>	<b>13,909</b>	<b>13,517</b>	<b>16,763</b>	<b>14,884</b>	<b>15,843</b>	<b>14,126</b>
<b>Accumulated Other Comprehensive Income (1):</b>													
Balance at Beginning of Period	(1,046)	(2,321)	(2,297)	(2,458)	(2,201)	(1,961)	(1,620)	(1,415)	(1,552)	(2,321)	(1,961)	(1,961)	(1,783)
Cumulative Effect of Adopting New Accounting Policies	-	683	-	-	-	-	-	-	-	683	-	-	-
Other Comprehensive Income-													
Net Change in Unrealized Foreign Currency Translation Gains (Losses)	(588)	522	(24)	161	(257)	(240)	(341)	(205)	137	(66)	(497)	(360)	(178)
Net Change in Unrealized Gains on available-for-sale Securities	17	48	-	-	-	-	-	-	-	65	-	-	-
Net Change in Gains on Derivative Instruments, designated as cash flow hedges	20	22	-	-	-	-	-	-	-	42	-	-	-
Total	(551)	592	(24)	161	(257)	(240)	(341)	(205)	137	41	(497)	(360)	(178)
<b>Balance at End of Period</b>	<b>(1,597)</b>	<b>(1,046)</b>	<b>(2,321)</b>	<b>(2,297)</b>	<b>(2,458)</b>	<b>(2,201)</b>	<b>(1,961)</b>	<b>(1,620)</b>	<b>(1,415)</b>	<b>(1,597)</b>	<b>(2,458)</b>	<b>(2,321)</b>	<b>(1,961)</b>
<b>Total Shareholders' Equity at End of Period</b>	<b>19,995</b>	<b>19,795</b>	<b>17,547</b>	<b>17,068</b>	<b>16,389</b>	<b>16,171</b>	<b>16,082</b>	<b>16,203</b>	<b>15,944</b>	<b>19,995</b>	<b>16,389</b>	<b>17,547</b>	<b>16,082</b>
<b>Composition of Accumulated Other Comprehensive Income:</b>													
Unrealized Foreign Currency Translation Gains (Losses)	(2,387)	(1,799)	(2,321)	(2,297)	(2,458)	(2,201)	(1,961)	(1,620)	(1,415)				
Unrealized Gains on available-for-sale Securities	771	754	-	-	-	-	-	-	-				
Gains on Derivative Instruments, designated as cash flow hedges	19	(1)	-	-	-	-	-	-	-				
Total	(1,597)	(1,046)	(2,321)	(2,297)	(2,458)	(2,201)	(1,961)	(1,620)	(1,415)				

(1) Accumulated Other Comprehensive Income balances prior to Q1/07 were previously reported as Cumulative Foreign Currency Translation Losses.

# REGULATORY CAPITAL



(\$MM)	QUARTERLY TREND									FULL YEAR	
	2007		2006				2005			2006	2005
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2		
<b>REGULATORY CAPITAL:</b>											
Common Shares, Contributed Surplus & Retained Earnings	20,302	19,896	19,268	18,765	18,247	17,772	17,443	17,223	16,759	19,268	17,443
OCI - Accumulated Foreign Currency Translation Gains (Losses)	(2,387)	(1,799)	(2,321)	(2,297)	(2,458)	(2,201)	(1,961)	(1,620)	(1,415)	(2,321)	(1,961)
Non-Cumulative Preferred Shares	1,290	945	600	600	600	600	600	600	600	600	600
Innovative Capital Instruments	3,000	3,000	3,000	2,250	2,250	2,250	2,250	2,250	2,250	3,000	2,250
Non-Controlling Interest in Subsidiaries	496	491	435	411	387	310	306	296	290	435	306
Goodwill	(1,176)	(1,121)	(873)	(688)	(639)	(497)	(498)	(546)	(292)	(873)	(498)
Tier 1 Capital	21,525	21,412	20,109	19,041	18,387	18,234	18,140	18,203	18,192	20,109	18,140
OCI - Accumulated Net Unrealized Gains (after-tax) on available-for-sale Equity Securities	368	374	-	-	-	-	-	-	-	-	-
Debentures (net of amortization)	2,043	2,060	2,046	2,105	2,100	2,407	2,420	2,495	2,508	2,046	2,420
Eligible General Allowance (1)	1,298	1,323	1,307	1,330	1,330	1,330	1,330	1,375	1,375	1,307	1,330
Tier 2 Capital	3,709	3,757	3,353	3,435	3,430	3,737	3,750	3,870	3,883	3,353	3,750
Investment in Insurance Entities, Associated Corporations & Other	(942)	(949)	(476)	(457)	(406)	(436)	(358)	(534)	(591)	(476)	(358)
<b>Total Regulatory Capital</b>	<b>24,292</b>	<b>24,220</b>	<b>22,986</b>	<b>22,019</b>	<b>21,411</b>	<b>21,535</b>	<b>21,532</b>	<b>21,539</b>	<b>21,484</b>	<b>22,986</b>	<b>21,532</b>
<b>CHANGES IN REGULATORY CAPITAL:</b>											
<b>Total Capital, Beginning of Period</b>	<b>24,220</b>	<b>22,986</b>	<b>22,019</b>	<b>21,411</b>	<b>21,535</b>	<b>21,532</b>	<b>21,539</b>	<b>21,484</b>	<b>21,034</b>	<b>21,532</b>	<b>20,864</b>
<b>Internally Generated Capital</b>											
Net Income	1,039	1,020	897	936	894	852	811	784	826	3,579	3,209
Preferred and Common Share Dividends	(428)	(424)	(393)	(393)	(363)	(364)	(346)	(348)	(322)	(1,513)	(1,342)
	611	596	504	543	531	488	465	436	504	2,066	1,867
<b>External Financing</b>											
Debentures (net of amortization)	(17)	14	(59)	5	(307)	(13)	(75)	(13)	7	(374)	(73)
Innovative Capital Instruments	-	-	750	-	-	-	-	-	-	750	-
Preferred Shares	345	345	-	-	-	-	-	-	300	-	300
Common Shares and Contributed Surplus	19	95	32	30	24	22	3	72	8	108	88
Premium on Redemption and Repurchase of Shares	(218)	-	(33)	(55)	(80)	(156)	(248)	(44)	(216)	(324)	(973)
	129	454	690	(20)	(363)	(147)	(320)	15	99	160	(658)
<b>Other</b>											
OCI - Net Change in Foreign Currency Translation Gains (Losses)	(588)	522	(24)	161	(257)	(240)	(341)	(205)	137	(360)	(178)
OCI - Change in Net Unrealized Gains (after-tax) on available-for-sale Equity Securities	(6)	374	-	-	-	-	-	-	-	-	-
Non-controlling Interest in Subsidiaries	5	56	24	24	77	4	10	6	3	129	26
Other (2)	(79)	(768)	(227)	(100)	(112)	(102)	179	(197)	(293)	(541)	(389)
	(668)	184	(227)	85	(292)	(338)	(152)	(396)	(153)	(772)	(541)
<b>Total Capital Generated (Used)</b>	<b>72</b>	<b>1,234</b>	<b>967</b>	<b>608</b>	<b>(124)</b>	<b>3</b>	<b>(7)</b>	<b>55</b>	<b>450</b>	<b>1,454</b>	<b>668</b>
<b>Total Capital, End of Period</b>	<b>24,292</b>	<b>24,220</b>	<b>22,986</b>	<b>22,019</b>	<b>21,411</b>	<b>21,535</b>	<b>21,532</b>	<b>21,539</b>	<b>21,484</b>	<b>22,986</b>	<b>21,532</b>

OCI = Other Comprehensive Income

(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 insurance entities (beginning Q1/07) and associated corporations, and other charges (credits) to retained earnings. Q1/07 includes a \$61MM charge (Q1/06: \$25MM charge) for cumulative effect of adopting new accounting policy on financial instruments (2006: stock-based compensation).

## RISK-WEIGHTED ASSETS AND CAPITAL RATIOS



	QUARTERLY TREND								
	2007		2006				2005		
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
<b>RISK-WEIGHTED ASSETS (\$B):</b>									
On Balance Sheet Assets									
0 - 20% Cash Resources	4.5	3.7	4.4	4.4	4.5	3.4	2.8	3.2	2.9
0 - 100% Securities	9.7	13.2	12.3	12.0	10.9	10.4	7.4	7.2	7.2
0 - 50% Residential Mortgages	32.1	31.4	30.3	28.9	27.3	26.0	25.3	24.6	23.5
0 - 100% Loans & Acceptances (1)	110.3	109.7	103.5	99.3	92.7	87.2	85.1	87.5	85.3
0 - 100% Other Assets	8.8	7.4	8.2	8.0	7.5	6.4	5.3	5.3	4.9
	<b>165.4</b>	165.4	158.7	152.6	142.9	133.4	125.9	127.8	123.8
Off Balance Sheet Assets									
Indirect Credit Instruments	32.6	30.4	29.1	28.8	28.4	28.1	29.7	28.9	28.8
Interest Rate, Foreign Exchange and Other Derivative Instruments	6.7	4.9	4.2	4.1	5.1	3.9	3.9	3.7	4.0
Market Risk -- Risk Assets Equivalent	8.4	6.1	5.0	4.8	3.7	3.5	3.3	3.4	3.5
<b>Total Risk-Weighted Assets</b>	<b>213.1</b>	206.8	197.0	190.3	180.1	168.9	162.8	163.8	160.1
<b>RISK-WEIGHTED CAPITAL RATIOS (%):</b>									
Tier I	10.1	10.4	10.2	10.0	10.2	10.8	11.1	11.1	11.4
Total	11.4	11.7	11.7	11.6	11.9	12.7	13.2	13.1	13.4
Tangible Common Equity	8.0	8.4	8.3	8.4	8.5	9.0	9.3	9.3	9.5

(1) includes Securities Purchased under Resale Agreements



## DERIVATIVES



						Apr 30/07	Jan 31/07	Apr 30/06
(\$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	128,598	2	15	17	-	5	6	6
Interest Rate Swaps	539,719	2,941	2,646	5,587	2.5	1,354	1,425	1,430
Options Purchased	41,770	138	50	188	0.1	48	54	71
Options Written	26,945	-	-	-	-	-	-	-
<u>Foreign Exchange Contracts:</u>								
Futures, Spot and Forwards	230,821	3,826	2,325	6,151	2.7	1,653	1,692	2,369
Currency Swaps	99,301	5,051	5,182	10,233	4.5	2,458	2,167	2,126
Options Purchased	2,462	87	30	117	0.1	41	39	48
Options Written	2,394	-	-	-	-	-	-	-
<u>Other Derivative Contracts:</u>								
Equity	48,463	3,522	2,896	6,418	2.8	2,487	933	1,582
Credit	62,836	410	3,554	3,964	1.7	1,168	973	572
Other	5,630	209	439	648	0.3	251	272	371
<b>Total Derivatives</b>	<b>1,188,939</b>	<b>16,186</b>	<b>17,137</b>	<b>33,323</b>	<b>14.7</b>	<b>9,465</b>	<b>7,561</b>	<b>8,575</b>
Less: Impact of Master Netting Agreements		6,539	5,737	12,276	5.4	2,820	2,631	3,421
<b>Total after Netting</b>		<b>9,647</b>	<b>11,400</b>	<b>21,047</b>	<b>9.3</b>	<b>6,645</b>	<b>4,930</b>	<b>5,154</b>

## GROSS IMPAIRED LOANS



(\$MM)	QUARTERLY TREND								
	2007		2006				2005		
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
<b>GROSS IMPAIRED LOANS:</b>									
<u>Domestic</u>									
Retail	366	362	374	346	339	332	311	255	268
Commercial	228	264	263	254	238	194	201	184	182
	<b>594</b>	<b>626</b>	<b>637</b>	<b>600</b>	<b>577</b>	<b>526</b>	<b>512</b>	<b>439</b>	<b>450</b>
<u>International</u>									
Retail	486	460	411	390	384	333	319	363	346
Commercial	602	592	569	604	645	435	413	420	438
	<b>1,088</b>	<b>1,052</b>	<b>980</b>	<b>994</b>	<b>1,029</b>	<b>768</b>	<b>732</b>	<b>783</b>	<b>784</b>
<u>Scotia Capital</u>									
Canada	18	18	18	18	19	20	25	33	43
U.S.A.	20	107	119	138	224	257	331	355	394
Europe	66	73	116	94	106	192	220	153	211
	<b>104</b>	<b>198</b>	<b>253</b>	<b>250</b>	<b>349</b>	<b>469</b>	<b>576</b>	<b>541</b>	<b>648</b>
<b>Total Gross Impaired Loans</b>	<b>1,786</b>	<b>1,876</b>	<b>1,870</b>	<b>1,844</b>	<b>1,955</b>	<b>1,763</b>	<b>1,820</b>	<b>1,763</b>	<b>1,882</b>
Specific Allowance for Credit Losses	(1,207)	(1,297)	(1,300)	(1,365)	(1,376)	(1,104)	(1,139)	(1,190)	(1,216)
<b>Total Net Impaired Loans after Specific Allowance</b>	<b>579</b>	<b>579</b>	<b>570</b>	<b>479</b>	<b>579</b>	<b>659</b>	<b>681</b>	<b>573</b>	<b>666</b>
General Allowance for Credit Losses	(1,298)	(1,323)	(1,307)	(1,330)	(1,330)	(1,330)	(1,330)	(1,375)	(1,375)
<b>Total Net Impaired Loans after General Allowance</b>	<b>(719)</b>	<b>(744)</b>	<b>(737)</b>	<b>(851)</b>	<b>(751)</b>	<b>(671)</b>	<b>(649)</b>	<b>(802)</b>	<b>(709)</b>

### CHANGES IN GROSS IMPAIRED LOANS:

	Domestic Retail	Domestic Commercial	International	Scotia Capital	General Allowance	Total
Q1/07 Gross Impaired Loans	362	264	1,052	198	-	1,876
Acquisition of Subsidiaries	1	-	6	-	-	7
New Classifications	199	10	148	-	-	357
Declassifications, payments and sales	(121)	(30)	(20)	(121)	-	(292)
Net Classifications	78	(20)	128	(121)	-	65
Write-Offs	(75)	(16)	(44)	(1)	-	(136)
Forex	-	-	(54)	28	-	(26)
<b>Q2/07 Gross Impaired Loans</b>	<b>366</b>	<b>228</b>	<b>1,088</b>	<b>104</b>	<b>-</b>	<b>1,786</b>
Allowance for Credit Losses	(241)	(138)	(759)	(69)	(1,298)	(2,505)
<b>Q2/07 Net Impaired Loans</b>	<b>125</b>	<b>90</b>	<b>329</b>	<b>35</b>	<b>(1,298)</b>	<b>(719)</b>

# NET IMPAIRED LOANS AND ALLOWANCE FOR CREDIT LOSSES



(\$MM)	QUARTERLY TREND								
	2007		2006				2005		
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
<b>NET IMPAIRED LOANS:</b>									
<u>Domestic</u>									
Retail	125	131	130	123	121	120	95	74	93
Commercial	90	114	115	88	77	75	88	55	54
	<b>215</b>	<b>245</b>	<b>245</b>	<b>211</b>	<b>198</b>	<b>195</b>	<b>183</b>	<b>129</b>	<b>147</b>
<u>International</u>									
Retail	113	94	61	55	110	89	73	42	60
Commercial	216	145	146	103	78	90	52	70	103
	<b>329</b>	<b>239</b>	<b>207</b>	<b>158</b>	<b>188</b>	<b>179</b>	<b>125</b>	<b>112</b>	<b>163</b>
<u>Scotia Capital</u>									
Canada	2	2	2	1	1	2	5	4	5
U.S.A.	3	58	45	83	160	188	249	254	268
Europe	30	35	71	26	32	95	119	74	83
	<b>35</b>	<b>95</b>	<b>118</b>	<b>110</b>	<b>193</b>	<b>285</b>	<b>373</b>	<b>332</b>	<b>356</b>
<b>Total Net Impaired Loans after Specific Allowance</b>	<b>579</b>	<b>579</b>	<b>570</b>	<b>479</b>	<b>579</b>	<b>659</b>	<b>681</b>	<b>573</b>	<b>666</b>
General Allowance for Credit Losses	(1,298)	(1,323)	(1,307)	(1,330)	(1,330)	(1,330)	(1,330)	(1,375)	(1,375)
<b>Total Net Impaired Loans after General Allowance</b>	<b>(719)</b>	<b>(744)</b>	<b>(737)</b>	<b>(851)</b>	<b>(751)</b>	<b>(671)</b>	<b>(649)</b>	<b>(802)</b>	<b>(709)</b>
Coverage Ratio (%) (1)	<b>140.3</b>	139.7	139.4	146.1	138.4	138.1	135.7	145.5	137.7
<b>ALLOWANCE FOR CREDIT LOSSES:</b>									
Balance, Beginning of Period	2,631	2,618	2,706	2,717	2,445	2,475	2,572	2,599	2,650
Acquisition of Subsidiaries	17	26	18	-	335	7	24	35	-
Write-offs	(136)	(168)	(150)	(142)	(120)	(131)	(160)	(188)	(153)
Recoveries	64	34	36	50	56	39	68	53	48
Provision for Credit Losses	20	63	32	74	35	75	36	85	35
Foreign Currency Adjustment and Other	(80)	58	(24)	7	(34)	(20)	(65)	(12)	19
<b>Balance, End of Period</b>	<b>2,516</b>	<b>2,631</b>	<b>2,618</b>	<b>2,706</b>	<b>2,717</b>	<b>2,445</b>	<b>2,475</b>	<b>2,572</b>	<b>2,599</b>
<u>Comprised of:</u>									
Specific Allowance	1,207	1,297	1,300	1,365	1,376	1,104	1,139	1,190	1,216
General Allowance	1,298	1,323	1,307	1,330	1,330	1,330	1,330	1,375	1,375
Other Liabilities	11	11	11	11	11	11	6	7	8
<b>Total Allowance for Credit Losses</b>	<b>2,516</b>	<b>2,631</b>	<b>2,618</b>	<b>2,706</b>	<b>2,717</b>	<b>2,445</b>	<b>2,475</b>	<b>2,572</b>	<b>2,599</b>

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

## CROSS BORDER EXPOSURES TO SELECT COUNTRIES IN 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</u>	<u>Other (1)</u>	Apr 30/07 <u>Total</u>	Jan 31/07 <u>Total</u>	Apr 30/06 <u>Total</u>
<b>ASIA</b>									
Korea	674	403	1	534	-	58	<b>1,670</b>	1,534	1,188
Japan	690	106	14	67	-	70	<b>947</b>	995	1,209
India	699	371	-	262	-	12	<b>1,344</b>	1,204	1,022
Malaysia	295	1	-	334	137	-	<b>767</b>	818	825
Hong Kong	379	17	110	446	-	42	<b>994</b>	1,021	843
China	358	667	23	33	-	13	<b>1,094</b>	1,114	803
Other (2)	387	171	161	294	-	21	<b>1,034</b>	906	609
<b>Total</b>	<b>3,482</b>	<b>1,736</b>	<b>309</b>	<b>1,970</b>	<b>137</b>	<b>216</b>	<b>7,850</b>	7,592	6,499
<b>LATIN AMERICA</b>									
Mexico	1,329	82	-	532	1,886	2	<b>3,831</b>	3,768	2,928
Chile	824	2	-	-	381	2	<b>1,209</b>	956	845
Brazil	314	523	-	312	-	-	<b>1,149</b>	1,037	586
Peru	51	11	-	26	505	4	<b>597</b>	560	444
El Salvador	206	10	-	-	305	-	<b>521</b>	506	455
Costa Rica	456	26	-	-	383	-	<b>865</b>	727	322
Venezuela	1	2	-	54	77	-	<b>134</b>	139	136
Other (3)	554	26	8	51	-	-	<b>639</b>	627	623
<b>Total</b>	<b>3,735</b>	<b>682</b>	<b>8</b>	<b>975</b>	<b>3,537</b>	<b>8</b>	<b>8,945</b>	8,320	6,339

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

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

(3) includes Argentina, Colombia, Ecuador, Panama and Uruguay.

## ASSET SECURITIZATION, RESERVES AND INTEREST RATE SENSITIVITY



	QUARTERLY TREND								
	2007		2006				2005		
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
<b>ASSET SECURITIZATION (\$MM):</b>									
<b>Balance, Beginning of Period</b>	11,955	12,083	12,736	13,517	8,395	8,610	8,678	8,757	8,489
<b>Securitizations</b>	605	861	703	699	712	437	479	450	644
<b>Paydowns/Maturities</b>	(563)	(643)	(682)	(717)	(1,059)	(652)	(547)	(529)	(376)
<b>Maple Trust's Mortgage-backed Securities</b>	(344)	(346)	(674)	(763)	5,469	-			
<b>Balance, End of Period</b>									
Personal Loans	170	170	170	170	170	596	809	809	809
Credit Card	-	-	-	-	-	-	-	-	-
Mortgage-backed Securities	11,483	11,785	11,913	12,566	13,347	7,799	7,801	7,869	7,948
	11,653	11,955	12,083	12,736	13,517	8,395	8,610	8,678	8,757
<b>RESERVES (\$MM):</b>									
General Allowance for Credit Losses	1,298	1,323	1,307	1,330	1,330	1,330	1,330	1,375	1,375
<b>Investment Securities - Unrealized Gains (Losses)</b>									
Bonds of Emerging Markets	723	714	683	624	619	709	693		
Other Fixed Income	(79)	(127)	(113)	(184)	(201)	(57)	(40)		
Common and Preferred Shares	564	574	521	457	523	543	506		
	1,208	1,161	1,091	897	941	1,195	1,159		
<b>INTEREST RATE SENSITIVITY (\$B):</b>									
	Within 3 Months	3 to 12 Months	Cumulative Under 1 Year	Over 1 Year	Non-Interest Rate Sensitive				
<b>Canadian Currency Gap</b>									
<b>April 30, 2007</b>	10.9	(7.5)	3.4	6.1	(9.5)				
January 31, 2007	9.6	(7.0)	2.6	7.9	(10.5)				
April 30, 2006	12.1	(8.6)	3.5	7.5	(11.0)				
<b>Foreign Currency Gap</b>									
<b>April 30, 2007</b>	(1.0)	(2.7)	(3.7)	18.8	(15.1)				
January 31, 2007	(8.1)	3.4	(4.7)	18.4	(13.7)				
April 30, 2006	(7.8)	4.4	(3.4)	12.9	(9.5)				
<b>Total Currency Gap</b>									
<b>April 30, 2007</b>	9.9	(10.2)	(0.3)	24.9	(24.6)				
January 31, 2007	1.5	(3.6)	(2.1)	26.3	(24.2)				
April 30, 2006	4.3	(4.2)	0.1	20.4	(20.5)				

( ) denotes liability gap

Note: Based on the Bank's interest rate positions at April 30, 2007, an immediate and sustained 100 basis point rise in interest rates, across all currencies and maturities, would increase net income after-tax by approximately \$100MM over the next 12 months, and lower the common shareholders' equity, in present value terms, by approximately \$593MM.