

SUPPLEMENTARY FINANCIAL INFORMATION



April 30, 2009

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HIGHLIGHTS



	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2009		2008				2007			2009	2008	2008	2007
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Operating Performance:													
Net Income (\$MM)	872	842	315	1,010	980	835	954	1,032	1,039	1,714	1,815	3,140	4,045
Net Income available to Common Shareholders (\$MM)	821	805	283	978	958	814	938	1,016	1,028	1,626	1,772	3,033	3,994
EPS (\$) - basic	0.81	0.80	0.28	0.99	0.97	0.83	0.95	1.03	1.04	1.61	1.80	3.07	4.04
- diluted	0.81	0.80	0.28	0.98	0.97	0.82	0.95	1.02	1.03	1.61	1.79	3.05	4.01
ROE (%)	17.6	16.9	6.0	21.0	21.4	18.3	21.0	21.7	22.4	17.2	20.0	16.7	22.0
Net Interest Margin (%) (1)	1.71	1.53	1.68	1.79	1.76	1.79	1.87	1.86	1.93	1.61	1.78	1.75	1.89
Productivity Ratio (TEB) (%)	51.4	58.7	75.2	54.3	54.8	56.5	54.4	53.0	53.8	54.9	55.6	59.4	53.7
Effective Tax Rate (%)	26.1	17.9	0.6	21.7	17.0	18.2	17.1	21.8	21.1	22.3	17.6	17.5	20.3
Effective Tax Rate (TEB) (%)	30.5	23.0	22.3	27.3	23.3	26.4	29.9	27.2	27.0	27.0	24.8	25.4	27.7
Cash Flow:													
Cash Net Income (\$MM) (2)	890	858	334	1,023	992	847	965	1,043	1,049	1,748	1,839	3,196	4,087
Cash EPS (\$) - basic (2)	0.83	0.82	0.31	1.00	0.98	0.84	0.96	1.04	1.05	1.65	1.82	3.13	4.08
- diluted (2)	0.82	0.82	0.30	1.00	0.98	0.83	0.96	1.03	1.04	1.64	1.81	3.11	4.05
Cash ROE (%) (2)	18.0	17.2	6.4	21.3	21.7	18.6	21.2	22.0	22.7	17.6	20.2	17.0	22.3
Balance Sheet:													
Total Assets (\$B)	513.6	509.8	507.6	462.4	452.6	449.4	411.5	408.1	411.7				
Loans and Acceptances (\$B)	296.7	304.3	300.6	283.7	267.9	260.5	238.7	233.0	226.3				
Deposits (\$B)	346.9	346.6	346.6	332.5	322.4	316.8	288.5	287.0	291.6				
Common Shareholders' Equity (\$B)	19.2	19.1	18.8	18.8	18.2	18.1	17.2	18.4	18.7				
Credit Quality:													
Net Impaired Loans (\$MM) (3)	2,179	1,602	1,191	1,009	845	689	601	584	579				
Sectoral Allowance for Credit Losses (\$MM)	60	-	-	-	-	-	-	-	-				
General Allowance for Credit Losses (\$MM)	1,350	1,323	1,323	1,323	1,323	1,298	1,298	1,298	1,298				
Net Impaired Loans as % of Loans and Acceptances (3)	0.73	0.53	0.40	0.36	0.32	0.26	0.25	0.25	0.26				
Specific Provisions (\$MM)	402	281	207	159	153	111	95	92	45	683	264	630	295
- % of Average Loans and Acceptances	0.56	0.37	0.29	0.23	0.24	0.18	0.16	0.16	0.08	0.46	0.21	0.24	0.13
Capital Measures:													
Tier 1 Capital Ratio (%)	9.6	9.5	9.3	9.8	9.6	9.0							
Total Capital Ratio (%)	11.8	11.4	11.1	11.5	11.7	10.2							
Tangible Common Equity Ratio (%)	7.7	7.8	7.3	7.6	7.5	7.2							
Risk-Weighted Assets (\$B)	241.8	239.7	250.6	225.8	218.9	234.9							

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

(2) Excludes amortization of intangibles (net of taxes). 2008 and 2007 data has been restated, where applicable, as a result of reclassification in certain expense categories affecting calculation of such data effective Q1/09.

(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	
	2009		2008				2007			2009	2008	2008	2007
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Valuation:													
Book Value per Share (\$)	18.88	18.87	18.94	18.99	18.45	18.40	17.45	18.71	18.90	18.88	18.45	18.94	17.45
Share Price (\$) - High	35.85	40.68	51.55	52.51	50.00	54.00	53.49	54.67	54.73	40.68	54.00	54.00	54.73
- Low	23.99	27.35	35.25	41.95	42.00	43.10	46.70	48.91	49.34	23.99	42.00	35.25	46.70
- Close	33.94	29.67	40.19	49.98	47.82	48.19	53.48	49.45	53.39	33.94	47.82	40.19	53.48
Share Price (Closing) as % Book Value	179.8	157.2	212.2	263.2	259.2	261.9	306.5	264.3	282.5	179.8	259.2	212.2	306.5
Price (Closing)/Earnings Ratio (X) (1)	11.8	9.8	13.1	13.4	12.7	12.5	13.2	12.4	13.7	11.8	12.7	13.1	13.2
Market Capitalization (\$MM)	34,518	30,039	39,865	49,475	47,194	47,487	52,612	48,578	52,840	34,518	47,194	39,865	52,612

Dividends:

Common Dividends Paid (\$MM)	497	493	485	485	463	463	442	445	417	990	926	1,896	1,720
Common Dividends/Share (\$)	0.49	0.49	0.49	0.49	0.47	0.47	0.45	0.45	0.42	0.98	0.94	1.92	1.74
Dividend Yield (%)	6.6	5.8	4.5	4.1	4.1	3.9	3.6	3.5	3.2	6.1	3.9	4.3	3.4

Shares:

Number of Common Shares Outstanding at Period End (MM)	1,017	1,012	992	990	987	985	984	982	990				
Average Number of Common Shares Outstanding (MM) -- Basic	1,014	1,001	990	989	986	985	983	988	992	1,007	985	987	989
-- Diluted	1,016	1,003	994	994	992	992	991	996	1,001	1,010	992	993	997

Share Buybacks:

Number of Common Shares Purchased (M)	-	-	750	125	-	-	-	7,680	4,357	-	-	875	12,037
Average Purchase Price (\$)	-	-	45.16	48.30	-	-	-	51.47	53.52	-	-	45.61	52.21

Other Information:

Employees	67,698	69,451	69,049	62,209	62,143	62,002	58,113	57,152	55,926
Branches and Offices	2,683	2,696	2,672	2,557	2,529	2,458	2,331	2,289	2,242
ABMs	5,719	5,703	5,609	5,531	5,476	5,395	5,283	5,127	5,068

Senior Debt Credit Ratings:

Standard & Poor's	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-
Moody's	Aa1	Aa1	Aa1	Aa1	Aa1	Aa1	Aa1	Aa1	Aa1

(1) based on trailing 4 quarters' EPS.

CONSOLIDATED STATEMENT OF INCOME AND NET INCOME BY BUSINESS SEGMENT



(\$ MM)

CONSOLIDATED STATEMENT OF INCOME:

	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2009		2008				2007			2009	2008	2008	2007
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Interest Income (TEB)	4,862	5,440	5,908	5,603	5,562	5,659	5,578	5,446	5,348	10,302	11,221	22,732	21,566
Interest Expense	2,698	3,404	3,872	3,554	3,589	3,727	3,646	3,533	3,445	6,102	7,316	14,742	13,937
Net Interest Income (TEB)	2,164	2,036	2,036	2,049	1,973	1,932	1,932	1,913	1,903	4,200	3,905	7,990	7,629
Other Income (see Page 9)	1,509	1,385	550	1,428	1,299	1,025	1,362	1,389	1,308	2,894	2,324	4,302	5,392
Total Revenue (TEB)	3,673	3,421	2,586	3,477	3,272	2,957	3,294	3,302	3,211	7,094	6,229	12,292	13,021
Taxable Equivalent Adjustment (TEB)	77	70	95	103	100	118	216	101	109	147	218	416	531
Total Revenue	3,596	3,351	2,491	3,374	3,172	2,839	3,078	3,201	3,102	6,947	6,011	11,876	12,490
Provision for Credit Losses	489	281	207	159	153	111	95	92	20	770	264	630	270
Total Non-interest Expenses (see Page 10)	1,886	2,010	1,944	1,889	1,794	1,669	1,792	1,752	1,726	3,896	3,463	7,296	6,994
Net Income before the undernoted:	1,221	1,060	340	1,326	1,225	1,059	1,191	1,357	1,356	2,281	2,284	3,950	5,226
Provision for Income Taxes	319	190	2	287	209	193	204	296	286	509	402	691	1,063
Non-controlling Interest in Net Income of Subsidiaries	30	28	23	29	36	31	33	29	31	58	67	119	118
Net Income	872	842	315	1,010	980	835	954	1,032	1,039	1,714	1,815	3,140	4,045
Amortization of Intangibles (net of taxes)	18	16	19	13	12	12	11	11	10	34	24	56	42
Cash Net Income	890	858	334	1,023	992	847	965	1,043	1,049	1,748	1,839	3,196	4,087

NET INCOME BY BUSINESS SEGMENT:

Canadian Banking (1)	410	438	466	463	422	373	439	395	367	848	795	1,724	1,564
International Banking	332	388	227	335	335	289	359	276	297	720	624	1,186	1,250
Scotia Capital	328	300	44	297	255	191	229	280	320	628	446	787	1,125
Other (2)	(198)	(284)	(422)	(85)	(32)	(18)	(73)	81	30	(482)	(50)	(557)	106
Total Bank	872	842	315	1,010	980	835	954	1,032	1,014	1,714	1,815	3,140	4,045

(1) includes Wealth Management.

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

BUSINESS SEGMENT PERFORMANCE -- CANADIAN BANKING


(\$MM)	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2009		2008				2007			2009	2008	2008	2007
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Net Interest Income (TEB)	1,147	1,146	1,160	1,122	1,051	991	954	1,006	942	2,293	2,042	4,324	3,855
Other Income	524	556	554	564	537	519	663	537	530	1,080	1,056	2,174	2,248
Total Revenue (TEB)	1,671	1,702	1,714	1,686	1,588	1,510	1,617	1,543	1,472	3,373	3,098	6,498	6,103
Provision for Credit Losses (1)	(188)	(155)	(107)	(99)	(102)	(91)	(78)	(77)	(66)	(343)	(193)	(399)	(295)
Non-interest Expenses	(899)	(934)	(939)	(914)	(890)	(889)	(927)	(892)	(870)	(1,833)	(1,779)	(3,632)	(3,559)
Provision for Income Taxes (TEB)	(174)	(175)	(202)	(210)	(174)	(157)	(173)	(179)	(169)	(349)	(331)	(743)	(685)
Net Income	410	438	466	463	422	373	439	395	367	848	795	1,724	1,564
Return on Economic Equity (%)	19.7	25.8	38.0	38.5	35.3	30.6	37.0	31.8	32.0	22.5	32.9	35.6	33.0
Net Interest Margin													
- as % of Average Total Assets	2.46	2.41	2.49	2.52	2.49	2.35	2.33	2.56	2.58	2.43	2.42	2.46	2.51
- as % of Average Earning Assets	2.51	2.45	2.54	2.57	2.54	2.40	2.37	2.62	2.63	2.48	2.47	2.51	2.56
Specific Provisions as % of Average Loans & Acceptances	0.39	0.33	0.23	0.22	0.24	0.22	0.19	0.20	0.18	0.36	0.23	0.23	0.19
Productivity Ratio (%)	53.8	54.9	54.8	54.2	56.0	58.9	57.3	57.8	59.1	54.3	57.4	55.9	58.3
Average Balances (\$B):													
Total Assets	191	189	185	177	172	168	163	156	149	190	170	175	154
Residential Mortgages	118	118	115	112	109	106	104	98	94	118	108	111	97
Personal Loans	43	42	41	38	37	36	35	34	33	43	36	38	34
Business Loans & Acceptances	26	26	28	26	25	25	24	24	22	26	25	26	23
Personal Deposits	92	91	87	85	84	81	77	76	75	92	82	84	76
Non-personal Deposits	49	49	45	43	42	43	41	41	39	49	42	43	40
Other:													
Branches	1,021	1,019	1,016	1,010	1,010	1,006	1,005	988	981				
Wealth Management Offices	101	101	102	100	98	98	99	98	98				
Employees	21,372	21,550	21,565	21,269	21,401	21,505	21,827	21,637	21,253				
ABMs	2,959	2,954	2,943	2,896	2,896	2,869	2,852	2,808	2,781				

(1) includes Sectoral Provision for Credit Losses of \$10 million in Q2/09.

BUSINESS SEGMENT PERFORMANCE -- INTERNATIONAL BANKING



(\$MM)	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2009		2008				2007			2009	2008	2008	2007
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Net Interest Income (TEB)	959	947	940	847	797	731	710	703	679	1,906	1,528	3,315	2,762
Other Income	349	471	228	389	356	309	380	250	300	820	665	1,282	1,227
Total Revenue (TEB)	1,308	1,418	1,168	1,236	1,153	1,040	1,090	953	979	2,726	2,193	4,597	3,989
Provision for Credit Losses	(115)	(116)	(90)	(56)	(60)	(30)	(27)	(25)	(30)	(231)	(90)	(236)	(101)
Non-interest Expenses	(729)	(772)	(753)	(698)	(615)	(568)	(582)	(558)	(577)	(1,501)	(1,183)	(2,634)	(2,279)
Provision for Income Taxes (TEB)	(102)	(114)	(75)	(118)	(107)	(122)	(89)	(65)	(44)	(216)	(229)	(422)	(241)
Non-controlling Interest in Net Income of Subsidiaries	(30)	(28)	(23)	(29)	(36)	(31)	(33)	(29)	(31)	(58)	(67)	(119)	(118)
Net Income	332	388	227	335	335	289	359	276	297	720	624	1,186	1,250
Return on Economic Equity (%)	12.7	17.2	10.5	15.8	17.6	19.6	21.3	16.1	18.7	14.8	18.5	15.5	19.5
Net Interest Margin													
- as % of Average Total Assets	4.12	3.96	4.27	4.14	4.10	4.18	4.32	4.27	4.03	4.04	4.14	4.17	4.18
- as % of Average Earning Assets	4.13	3.97	4.28	4.15	4.11	4.19	4.33	4.28	4.03	4.05	4.15	4.18	4.19
Specific Provisions as % of Average Loans & Acceptances	0.70	0.69	0.59	0.40	0.47	0.27	0.26	0.25	0.29	0.70	0.37	0.44	0.25
Productivity Ratio (%)	55.8	54.4	64.5	56.5	53.3	54.6	53.4	58.6	58.9	55.1	53.9	57.3	57.1
Average Balances (\$B):													
Total Assets	95	95	88	81	79	70	65	65	69	95	74	79	66
Residential Mortgages	13	13	12	12	9	9	8	8	8	13	9	10	8
Personal Loans	10	9	9	8	8	7	7	7	7	9	7	8	7
Business Loans & Acceptances	44	45	40	36	35	29	26	25	28	44	32	35	26
Securities	14	14	14	16	16	15	15	15	16	14	16	15	15
Total Deposits (1)	53	52	48	47	48	40	48	49	50	52	44	45	49
Other:													
Branches and Offices	1,508	1,521	1,502	1,396	1,372	1,305	1,178	1,154	1,114				
Employees	36,155	37,616	37,280	30,702	30,599	30,324	26,829	26,087	25,545				
ABMs	2,760	2,749	2,666	2,635	2,580	2,526	2,431	2,319	2,287				

(1) Effective Q1/08, certain deposits, which were previously reported in the International segment, are now reported in the Other segment (Q1/08 impact: \$12 billion).

BUSINESS SEGMENT PERFORMANCE -- SCOTIA CAPITAL


(\$MM)	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2009		2008				2007			2009	2008	2008	2007
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Net Interest Income (TEB)	345	338	331	269	246	274	364	231	296	683	520	1,120	1,160
Other Income	502	366	(99)	383	292	131	156	413	360	868	423	707	1,290
Total Revenue (TEB)	847	704	232	652	538	405	520	644	656	1,551	943	1,827	2,450
Provision for Credit Losses (1)	(159)	(10)	(10)	(4)	9	10	10	10	51	(169)	19	5	101
Non-interest Expenses	(231)	(291)	(249)	(254)	(243)	(191)	(225)	(267)	(262)	(522)	(434)	(937)	(1,013)
Provision for Income Taxes (TEB)	(129)	(103)	71	(97)	(49)	(33)	(76)	(107)	(125)	(232)	(82)	(108)	(413)
Net Income	328	300	44	297	255	191	229	280	320	628	446	787	1,125
Return on Economic Equity (%)	18.3	22.4	3.6	34.1	29.6	22.6	24.2	27.7	33.4	20.1	26.2	21.5	29.0
Net Interest Margin													
- as % of Average Total Assets	0.75	0.69	0.78	0.66	0.60	0.69	0.96	0.59	0.79	0.72	0.65	0.68	0.76
- as % of Average Earning Assets	1.02	0.97	1.00	0.82	0.76	0.86	1.16	0.69	0.92	0.99	0.81	0.86	0.89
Specific Provisions as a % of Average Loans & Acceptances (2)	0.87	0.07	0.10	0.04	(0.10)	(0.12)	(0.13)	(0.13)	(0.70)	0.46	(0.11)	(0.01)	(0.33)
Productivity Ratio (%)	27.3	41.3	107.3	39.0	45.2	47.2	43.3	41.5	39.9	33.7	46.0	51.3	41.3
Average Balances (\$B):													
Total Assets	189	194	169	162	167	157	150	156	153	191	162	164	152
Business Loans & Acceptances	66	67	58	57	54	48	41	43	41	67	51	54	42
Securities Purchased Under Resale Agreements	13	16	14	15	18	16	23	23	20	14	17	16	22
Securities -- Trading	49	46	52	56	58	58	57	63	61	47	58	56	60
-- Other	11	11	10	7	7	7	6	6	14	11	7	8	10
Deposits with Banks	11	10	8	6	6	8	7	6	5	11	7	7	6
Total Deposits	16	24	31	31	29	33	29	24	28	20	31	31	26
Employees	1,553	1,558	1,548	1,506	1,473	1,479	1,468	1,471	1,395				

(1) includes Sectoral Provision for Credit Losses of \$50 million in Q2/09.

(2) Corporate Banking only

BUSINESS SEGMENT PERFORMANCE -- OTHER (1)



(\$MM)	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2009		2008				2007			2009	2008	2008	2007
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Net Interest Income (2)	(364)	(465)	(490)	(292)	(221)	(182)	(312)	(128)	(123)	(829)	(403)	(1,185)	(679)
Other Income	134	(8)	(133)	92	114	66	163	189	118	126	180	139	627
Total Revenue	(230)	(473)	(623)	(200)	(107)	(116)	(149)	61	(5)	(703)	(223)	(1,046)	(52)
Provision for Credit Losses	(27)	-	-	-	-	-	-	-	-	(27)	-	-	25
Non-interest Expenses	(27)	(13)	(3)	(23)	(46)	(21)	(58)	(35)	(17)	(40)	(67)	(93)	(143)
Provision for Income Taxes (2)	86	202	204	138	121	119	134	55	52	288	240	582	276
Net Income	(198)	(284)	(422)	(85)	(32)	(18)	(73)	81	30	(482)	(50)	(557)	106
Average Balances (\$B):													
Total Assets	44	51	39	37	37	34	31	32	33	48	36	37	31
Deposits with Banks	17	22	15	14	15	14	14	14	13	20	15	15	13
Securities	27	24	17	16	16	16	13	13	13	25	16	16	13
Total Deposits (3)	139	143	127	121	116	107	95	97	89	141	112	118	91

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

(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.

(3) Effective Q1/08, certain deposits, which were previously reported in the International segment, are now reported in the Other segment (Q1/08 impact: \$12 billion).

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



	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2009		2008				2007			2009	2008	2008	2007
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
NET INTEREST MARGIN:													
Net Interest Income (TEB) (\$MM)	2,164	2,036	2,036	2,049	1,973	1,932	1,932	1,913	1,903	4,200	3,905	7,990	7,629
Net Interest Income (TEB) as % of Average Total Assets	1.71	1.53	1.68	1.79	1.76	1.79	1.87	1.86	1.93	1.61	1.78	1.75	1.89
Net Interest Income (TEB) as % of Average Earning Assets	2.01	1.81	1.93	2.03	2.03	2.04	2.11	2.07	2.14	1.91	2.03	2.00	2.11
TRADING REVENUE (TEB) (\$MM):													
Securities Trading	150	179	(55)	19	20	(11)	(1)	(2)	24	329	9	(27)	65
Foreign Exchange and Precious Metals Trading	143	184	124	77	92	91	91	85	81	327	183	384	323
Derivative and Other Trading	38	(106)	(8)	151	106	(1)	64	229	151	(68)	105	248	581
Total	331	257	61	247	218	79	154	312	256	588	297	605	969
Reported in Other Income (see Page 9)	235	180	(41)	150	123	(44)	(67)	217	151	415	79	188	450
Reported in Net Interest Income	96	77	102	97	95	123	221	95	105	173	218	417	519
Total	331	257	61	247	218	79	154	312	256	588	297	605	969
ASSETS UNDER ADMINISTRATION (\$B):													
Personal													
Retail Brokerage	65.1	65.0	74.3	75.5	75.2	76.8	77.4	77.9	76.3				
Investment Management and Trust	55.3	53.8	55.8	57.9	56.8	53.5	53.1	56.5	62.8				
	120.4	118.8	130.1	133.4	132.0	130.3	130.5	134.4	139.1				
Mutual Funds	26.6	25.5	27.9	29.7	26.0	25.1	24.8	24.5	23.6				
Institutional	49.8	47.5	45.1	44.3	44.3	39.8	39.8	39.9	45.7				
Total	196.8	191.8	203.1	207.4	202.3	195.2	195.1	198.8	208.4				
ASSETS UNDER MANAGEMENT (\$B):													
Personal	11.5	11.8	12.5	12.6	11.3	11.2	11.2	11.1	10.9				
Mutual Funds	18.9	17.9	19.6	20.6	17.1	16.0	15.9	15.9	15.4				
Institutional	5.0	4.6	4.6	4.6	4.5	4.5	4.3	4.0	4.1				
Total	35.4	34.3	36.7	37.8	32.9	31.7	31.4	31.0	30.4				

OTHER INCOME



(\$MM)	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2009		2008				2007			2009	2008	2008	2007
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Card Revenues	105	113	107	102	93	95	92	92	89	218	188	397	366
Deposit and Payment Services													
Deposit Services	176	179	172	176	165	162	161	167	159	355	327	675	652
Other Payment Services	49	52	50	49	43	45	43	41	40	101	88	187	165
	225	231	222	225	208	207	204	208	199	456	415	862	817
Mutual Funds	63	80	78	83	78	78	78	77	73	143	156	317	296
Investment Management, Brokerage and Trust Services													
Retail Brokerage	118	122	133	140	131	134	135	139	141	240	265	538	553
Personal and Corporate Trust	30	33	32	32	33	29	28	31	31	63	62	126	120
Investment Management and Custody	24	23	24	24	25	23	22	22	23	47	48	96	87
	172	178	189	196	189	186	185	192	195	350	375	760	760
Credit Fees													
Commitment and Other Credit Fees	151	137	106	125	106	99	93	111	98	288	205	436	403
Acceptance Fees	52	48	36	39	34	34	33	32	31	100	68	143	127
	203	185	142	164	140	133	126	143	129	388	273	579	530
Trading Revenues	235	180	(41)	150	123	(44)	(67)	217	151	415	79	188	450
Investment Banking													
Underwriting Fees and Other Commissions	126	165	101	116	90	95	100	126	137	291	185	402	498
Foreign Exchange and Other	95	122	88	77	80	69	64	58	58	217	149	314	239
	221	287	189	193	170	164	164	184	195	508	334	716	737
Net Gain (Loss) on Securities, other than Trading	(133)	(144)	(543)	90	59	20	148	134	79	(277)	79	(374)	488
Securitization Revenues	219	98	45	30	39	16	9	(4)	20	317	55	130	34
Other	199	177	162	195	200	170	423	146	178	376	370	727	914
Total Other Income	1,509	1,385	550	1,428	1,299	1,025	1,362	1,389	1,308	2,894	2,324	4,302	5,392
% of Total Revenue (TEB)	41.1	40.5	21.3	41.1	39.7	34.7	41.3	42.1	40.7	40.8	37.3	35.0	41.4

NON-INTEREST EXPENSES



(\$MM)	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2009		2008				2007			2009	2008	2008	2007
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Salaries and Employee Benefits													
Salaries	663	681	685	646	610	608	595	584	571	1,344	1,218	2,549	2,315
Stock-based Compensation	5	25	10	27	16	36	27	20	29	30	52	89	133
Other Performance-based Compensation	224	277	221	253	237	202	236	278	259	501	439	913	1,017
Pension and Other Employee Benefits	132	147	142	142	142	132	105	131	145	279	274	558	518
	1,024	1,130	1,058	1,068	1,005	978	963	1,013	1,004	2,154	1,983	4,109	3,983
Premises and Technology													
Net Premises Rent	62	57	57	55	55	50	50	50	49	119	105	217	197
Premises Repairs and Maintenance	22	24	24	22	20	17	22	17	17	46	37	83	75
Property Taxes	20	15	14	19	18	13	16	18	16	35	31	64	65
Computer Equipment, Software and Data Processing	165	174	182	161	158	149	170	148	144	339	307	650	603
Depreciation (1)	57	59	56	51	52	50	51	51	49	116	102	209	203
Other Premises Costs	53	59	49	53	50	42	48	46	50	112	92	194	192
	379	388	382	361	353	321	357	330	325	767	674	1,417	1,335
Communications													
Telecommunications	20	21	22	20	19	18	19	19	17	41	37	79	73
Stationery, Postage and Courier	69	69	67	62	61	57	57	57	58	138	118	247	227
	89	90	89	82	80	75	76	76	75	179	155	326	300
Advertising and Business Development													
Advertising and Promotion	45	51	64	50	51	41	60	42	42	96	92	206	193
Travel and Business Development	23	27	32	27	27	28	34	29	28	50	55	114	118
	68	78	96	77	78	69	94	71	70	146	147	320	311
Professional	53	54	59	55	68	45	81	53	48	107	113	227	227
Business and Capital Taxes													
Business Taxes	31	38	27	28	26	9	24	27	27	69	35	90	107
Capital Taxes	8	12	(3)	12	12	5	9	10	7	20	17	26	36
	39	50	24	40	38	14	33	37	34	89	52	116	143
Other													
Employee Training	5	7	14	8	10	11	18	13	10	12	21	43	53
Amortization of Intangibles (1)	26	23	28	20	18	17	17	16	15	49	35	83	64
Other	203	190	194	178	144	139	153	143	145	393	283	655	578
	234	220	236	206	172	167	188	172	170	454	339	781	695
Total Non-Interest Expenses	1,886	2,010	1,944	1,889	1,794	1,669	1,792	1,752	1,726	3,896	3,463	7,296	6,994
Productivity Ratio (TEB) (%)	51.4	58.7	75.2	54.3	54.8	56.5	54.4	53.0	53.8	54.9	55.6	59.4	53.7

(1) 2008 and 2007 amounts have been reclassified to conform to 2009 presentation.

BALANCE SHEET



(\$MM)	QUARTERLY TREND								
	2009		2008				2007		
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
Cash Resources	33,949	33,797	37,318	32,896	32,487	36,411	29,195	28,776	31,122
Securities - Trading	61,107	50,529	48,292	56,016	62,138	60,702	59,685	63,797	71,547
- Available for Sale	47,555	43,788	38,823	34,314	34,322	32,992	28,426	28,636	28,474
- Equity Accounted Investments	3,449	3,266	920	853	802	788	724	424	153
	112,111	97,583	88,035	91,183	97,262	94,482	88,835	92,857	100,174
Securities Purchased under Resale Agreements	14,838	14,182	19,451	17,774	15,323	20,362	22,542	26,834	25,867
Loans - Residential Mortgages	110,672	111,984	115,084	113,830	108,382	105,532	102,154	99,000	94,706
- Personal and Credit Cards	52,847	51,674	50,719	48,971	45,273	43,513	41,734	41,360	40,408
- Business and Government	124,248	130,182	125,503	111,921	104,928	101,389	85,500	84,778	83,424
- Sub-total	287,767	293,840	291,306	274,722	258,583	250,434	229,388	225,138	218,538
Allowance for Credit Losses	(2,828)	(2,706)	(2,626)	(2,477)	(2,490)	(2,451)	(2,241)	(2,423)	(2,505)
- Total Net Loans	284,939	291,134	288,680	272,245	256,093	247,983	227,147	222,715	216,033
Customers' Liability under Acceptances	11,801	13,144	11,969	11,497	11,782	12,518	11,538	10,289	10,277
Derivative Instruments	39,250	43,526	44,810	23,504	25,638	25,217	21,960	16,635	16,186
Land, Buildings and Equipment (1)	2,443	2,422	2,449	2,305	2,278	2,240	2,061	2,098	2,121
Goodwill	2,845	2,820	2,273	2,134	2,162	1,266	1,134	1,140	1,176
Other Intangible Assets (1)	549	561	521	524	491	493	483	485	488
Other Assets	10,842	10,660	12,119	8,345	9,057	8,450	6,615	6,286	8,266
Total Assets	513,567	509,829	507,625	462,407	452,573	449,422	411,510	408,115	411,710
Deposits - Personal	125,308	122,648	118,919	112,872	109,994	108,219	100,823	98,171	97,218
- Banks	26,531	25,035	27,095	28,358	35,566	32,806	26,406	32,146	36,466
- Business and Government	195,021	198,887	200,566	191,239	176,878	175,772	161,229	156,668	157,919
- Total	346,860	346,570	346,580	332,469	322,438	316,797	288,458	286,985	291,603
Other Liabilities									
- Securities Sold Under Repurchase Agreements	42,407	35,578	36,506	29,116	27,446	32,967	28,137	31,223	29,577
- Securities Sold Short	14,608	11,963	11,700	11,765	15,028	13,570	16,039	21,322	21,521
- Derivative Instruments	41,292	43,831	42,811	22,981	24,010	25,046	24,689	15,352	14,167
- Other	38,633	43,167	43,534	40,677	38,782	38,399	33,173	31,042	31,796
- Total	136,940	134,539	134,551	104,539	105,266	109,982	102,038	98,939	97,061
Subordinated Debentures	6,359	5,407	4,352	3,538	3,946	2,150	1,710	1,774	2,301
Capital Instrument Liabilities	500	500	500	500	500	500	500	750	750
Equity - Preferred Shares	3,710	3,710	2,860	2,560	2,210	1,865	1,635	1,290	1,290
- Common Shares and Contributed Surplus	4,629	4,496	3,829	3,728	3,643	3,614	3,566	3,521	3,539
- Retained Earnings	19,179	18,853	18,549	18,784	18,300	17,809	17,460	16,967	16,763
- Accumulated Other Comprehensive Income (Loss)	(4,610)	(4,246)	(3,596)	(3,711)	(3,730)	(3,295)	(3,857)	(2,111)	(1,597)
- Common Equity	19,198	19,103	18,782	18,801	18,213	18,128	17,169	18,377	18,705
- Total Equity	22,908	22,813	21,642	21,361	20,423	19,993	18,804	19,667	19,995
Total Liabilities and Shareholders' Equity	513,567	509,829	507,625	462,407	452,573	449,422	411,510	408,115	411,710

(1) 2008 and 2007 amounts have been reclassified to conform to 2009 presentation.

AVERAGE BALANCE SHEET



(\$MM)	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2009		2008				2007			2009	2008	2008	2007
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Deposits with Other Banks	37,282	42,037	32,122	27,783	28,165	28,815	26,944	26,785	25,461	39,699	28,494	29,227	25,399
Securities - Trading	55,392	51,142	55,657	60,601	63,352	63,644	62,854	69,775	67,227	53,232	63,499	60,799	65,968
- Other	48,825	46,059	38,228	34,967	34,402	32,969	28,741	27,595	36,650	47,419	33,678	35,146	31,997
	104,217	97,201	93,885	95,568	97,754	96,613	91,595	97,370	103,877	100,651	97,177	95,945	97,965
Securities Purchased under Resale Agreements	17,490	22,158	19,009	18,461	21,730	19,471	26,461	26,877	23,426	19,862	20,588	19,656	25,826
Loans - Residential Mortgages	110,775	113,122	114,741	111,342	105,874	103,599	100,777	96,477	93,163	111,968	104,724	108,905	95,367
- Personal and Credit Cards	51,734	50,493	49,206	45,463	43,960	42,159	41,051	40,255	39,564	51,103	43,050	45,204	39,890
- Business and Government	119,856	121,582	111,038	103,198	98,701	86,995	76,838	78,765	78,413	120,732	92,783	99,991	77,320
- Total	282,365	285,197	274,985	260,003	248,535	232,753	218,666	215,497	211,140	283,803	240,557	254,100	212,577
Total Earning Assets	441,354	446,593	420,001	401,815	396,184	377,652	363,666	366,529	363,904	444,015	386,816	398,928	361,767
Customers' Liability under Acceptances	12,987	13,201	11,929	12,442	12,715	11,884	11,316	10,881	10,653	13,096	12,295	12,240	10,819
Other Assets	64,948	69,289	48,819	42,419	46,511	39,001	33,819	31,736	29,787	67,472	42,701	44,371	30,889
Total Assets	519,289	529,083	480,749	456,676	455,410	428,537	408,801	409,146	404,344	524,583	441,812	455,539	403,475
Deposits - Personal	123,733	120,430	112,687	111,948	108,072	102,729	97,544	96,542	96,246	122,054	105,371	108,863	96,140
- Banks	25,353	26,465	30,374	29,767	33,200	29,970	28,450	35,480	32,306	25,919	31,568	30,815	31,759
- Business and Government	200,172	211,220	195,877	185,561	177,637	170,561	164,171	155,615	152,475	205,787	174,060	182,435	154,808
- Total	349,258	358,115	338,938	327,276	318,909	303,260	290,165	287,637	281,027	353,760	310,999	322,113	282,707
Other Liabilities	141,127	144,013	116,049	104,092	112,919	103,753	96,999	98,737	100,423	142,926	108,341	109,441	98,665
Subordinated Debentures	5,544	4,469	3,741	3,894	2,906	1,738	1,749	2,191	2,326	4,998	2,316	3,071	2,137
Capital Instrument Liabilities	500	500	500	500	500	500	750	750	750	500	500	500	750
Shareholders' Equity													
- Preferred Shares	3,710	3,043	2,729	2,408	2,006	1,638	1,365	1,290	1,040	3,371	1,820	2,196	1,082
- Common Shares, Contributed Surplus, Retained Earnings and Accumulated Other Comprehensive Income (Loss)	19,150	18,943	18,792	18,506	18,170	17,648	17,773	18,541	18,778	19,028	17,836	18,218	18,134
- Total	22,860	21,986	21,521	20,914	20,176	19,286	19,138	19,831	19,818	22,399	19,656	20,414	19,216
Total Liabilities and Shareholders' Equity	519,289	529,083	480,749	456,676	455,410	428,537	408,801	409,146	404,344	524,583	441,812	455,539	403,475

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY



(\$MM)	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2009		2008				2007			2009	2008	2008	2007
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Preferred Shares:													
Balance at Beginning of Period	3,710	2,860	2,560	2,210	1,865	1,635	1,290	1,290	945	2,860	1,635	1,635	600
Preferred Shares Issued	-	850	300	350	345	230	345	-	345	850	575	1,225	1,035
Balance at End of Period	3,710	3,710	2,860	2,560	2,210	1,865	1,635	1,290	1,290	3,710	2,210	2,860	1,635
Common Shares and Contributed Surplus:													
Balance at Beginning of Period	4,496	3,829	3,728	3,643	3,614	3,566	3,521	3,539	3,520	3,829	3,566	3,566	3,425
Common Shares Issued less Purchased for Cancellation	133	667	101	85	29	48	45	(18)	19	800	77	263	141
Balance at End of Period	4,629	4,496	3,829	3,728	3,643	3,614	3,566	3,521	3,539	4,629	3,643	3,829	3,566
Retained Earnings:													
Balance at Beginning of Period	18,853	18,549	18,784	18,300	17,809	17,460	16,967	16,763	16,376	18,549	17,460	17,460	15,843
Cumulative Effect of Adopting New Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	(61)
Adjusted Balance at Beginning of Period	18,853	18,549	18,784	18,300	17,809	17,460	16,967	16,763	16,376	18,549	17,460	17,460	15,782
Net Income	872	842	315	1,010	980	835	954	1,032	1,039	1,714	1,815	3,140	4,045
Dividends - Preferred	(51)	(37)	(32)	(32)	(22)	(21)	(16)	(16)	(11)	(88)	(43)	(107)	(51)
- Common	(497)	(493)	(485)	(485)	(463)	(463)	(442)	(445)	(417)	(990)	(926)	(1,896)	(1,720)
Premium on Purchase of Shares for Cancellation	-	-	(31)	(6)	-	-	-	(368)	(218)	-	-	(37)	(586)
Other	2	(8)	(2)	(3)	(4)	(2)	(3)	1	(6)	(6)	(6)	(11)	(10)
Balance at End of Period	19,179	18,853	18,549	18,784	18,300	17,809	17,460	16,967	16,763	19,179	18,300	18,549	17,460
Accumulated Other Comprehensive Income (Loss):													
Balance at Beginning of Period	(4,246)	(3,596)	(3,711)	(3,730)	(3,295)	(3,857)	(2,111)	(1,597)	(1,046)	(3,596)	(3,857)	(3,857)	(2,321)
Cumulative Effect of Adopting New Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	683
Other Comprehensive Income-													
Net Change in Unrealized Foreign Currency Translation													
Gains (Losses)	(323)	(126)	1,375	193	(85)	885	(1,697)	(465)	(588)	(449)	800	2,368	(2,228)
Net Change in Unrealized Gains (Losses) on Available-for-Sale Securities	(51)	(386)	(1,075)	(243)	(210)	(60)	14	(146)	17	(437)	(270)	(1,588)	(67)
Net Change in Gains (Losses) on Derivative Instruments, designated as cash flow hedges	10	(138)	(185)	69	(140)	(263)	(63)	97	20	(128)	(403)	(519)	76
Total	(364)	(650)	115	19	(435)	562	(1,746)	(514)	(551)	(1,014)	127	261	(2,219)
Balance at End of Period	(4,610)	(4,246)	(3,596)	(3,711)	(3,730)	(3,295)	(3,857)	(2,111)	(1,597)	(4,610)	(3,730)	(3,596)	(3,857)
Total Shareholders' Equity at End of Period	22,908	22,813	21,642	21,361	20,423	19,993	18,804	19,667	19,995	22,908	20,423	21,642	18,804
Composition of Accumulated Other Comprehensive Income (Loss):													
Unrealized Foreign Currency Translation Gains (Losses)	(2,630)	(2,307)	(2,181)	(3,556)	(3,749)	(3,664)	(4,549)	(2,852)	(2,387)				
Unrealized Gains (Losses) on Available-for-Sale Securities	(1,386)	(1,335)	(949)	126	369	579	639	625	771				
Unrealized Gains (Losses) on Derivative Instruments, designated as cash flow hedges	(594)	(604)	(466)	(281)	(350)	(210)	53	116	19				
Total	(4,610)	(4,246)	(3,596)	(3,711)	(3,730)	(3,295)	(3,857)	(2,111)	(1,597)				

GROSS IMPAIRED LOANS



(\$MM)

GROSS IMPAIRED LOANS:

	QUARTERLY TREND								
	2009		2008				2007		
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
<u>Canadian</u>									
Retail	747	621	523	472	444	422	391	362	366
Commercial	307	262	238	228	244	207	197	207	228
	1,054	883	761	700	688	629	588	569	594
<u>International</u>									
Retail	1,110	997	833	688	664	559	426	488	486
Commercial	994	919	776	674	604	566	471	576	602
	2,104	1,916	1,609	1,362	1,268	1,125	897	1,064	1,088
<u>Scotia Capital</u>									
Canada	165	-	-	-	24	48	18	18	18
U.S.A.	267	169	107	86	8	16	11	18	20
Europe	7	17	17	15	24	24	30	40	66
	439	186	124	101	56	88	59	76	104
Total Gross Impaired Loans	3,597	2,985	2,494	2,163	2,012	1,842	1,544	1,709	1,786
Specific Allowance for Credit Losses	(1,418)	(1,383)	(1,303)	(1,154)	(1,167)	(1,153)	(943)	(1,125)	(1,207)
Total Net Impaired Loans after Specific Allowance	2,179	1,602	1,191	1,009	845	689	601	584	579

CHANGES IN GROSS IMPAIRED LOANS



(\$MM)	QUARTERLY TREND								
	2009		2008				2007		
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
Balance at Beginning of Period	2,985	2,494	2,163	2,012	1,842	1,544	1,709	1,786	1,876
Acquisition of Subsidiaries									
Canadian Retail	-	-	-	-	-	-	-	-	1
Canadian Commercial	-	-	-	-	-	-	-	-	-
International Retail	-	-	38	-	65	108	-	-	1
International Commercial	-	-	-	-	10	120	-	-	5
Scotia Capital	-	-	-	-	-	-	-	-	-
Total	-	-	38	-	75	228	-	-	7
Net Classifications									
<u>Canadian Retail</u>									
New Classifications	436	328	277	234	242	224	234	193	199
Declassifications, Payments and Sales	(190)	(110)	(129)	(119)	(128)	(108)	(127)	(116)	(121)
Net Classifications	246	218	148	115	114	116	107	77	78
<u>Canadian Commercial</u>									
New Classifications	115	31	39	47	50	33	30	9	10
Declassifications, Payments and Sales	(17)	-	(14)	(32)	(10)	(13)	(22)	(8)	(30)
Net Classifications	98	31	25	15	40	20	8	1	(20)
<u>International Retail</u>									
New Classifications	266	336	215	106	110	103	56	97	88
Declassifications, Payments and Sales	(2)	-	(1)	(3)	(2)	(15)	(7)	(3)	(1)
Net Classifications	264	336	214	103	108	88	49	94	87
<u>International Commercial</u>									
New Classifications	97	142	78	159	68	23	21	20	60
Declassifications, Payments and Sales	(4)	(9)	(15)	(65)	(41)	(64)	(16)	(21)	(19)
Net Classifications	93	133	63	94	27	(41)	5	(1)	41
<u>Scotia Capital</u>									
New Classifications	316	60	6	83	-	61	1	1	-
Declassifications, Payments and Sales	(13)	-	-	(33)	(26)	(28)	(12)	(25)	(121)
Net Classifications	303	60	6	50	(26)	33	(11)	(24)	(121)
Total	1,004	778	456	377	263	216	158	147	65
Write-offs									
Canadian Retail	(120)	(120)	(97)	(87)	(92)	(85)	(78)	(81)	(75)
Canadian Commercial	(53)	(7)	(15)	(31)	(3)	(10)	(18)	(22)	(16)
International Retail	(169)	(130)	(140)	(73)	(84)	(78)	(68)	(73)	(40)
International Commercial	(9)	(26)	(26)	(21)	(4)	(14)	(51)	(2)	(4)
Scotia Capital	(46)	-	-	(6)	(7)	(7)	-	(1)	(1)
Total	(397)	(283)	(278)	(218)	(190)	(194)	(215)	(179)	(136)
Forex									
International Retail	18	(42)	33	(6)	16	15	(43)	(19)	(22)
International Commercial	(9)	36	65	(3)	5	30	(59)	(23)	(32)
Scotia Capital	(4)	2	17	1	1	3	(6)	(3)	28
Total	5	(4)	115	(8)	22	48	(108)	(45)	(26)
Balance at End of Period	3,597	2,985	2,494	2,163	2,012	1,842	1,544	1,709	1,786

NET IMPAIRED LOANS AND ALLOWANCE FOR CREDIT LOSSES



(\$MM)	QUARTERLY TREND								
	2009		2008				2007		
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
NET IMPAIRED LOANS:									
<u>Canadian</u>									
Retail	445	334	243	198	171	148	139	120	125
Commercial	170	115	111	110	120	96	90	88	90
	615	449	354	308	291	244	229	208	215
<u>International</u>									
Retail	500	362	273	249	234	173	115	137	113
Commercial	740	657	481	377	291	219	245	220	216
	1,240	1,019	754	626	525	392	360	357	329
<u>Scotia Capital</u>									
Canada	130	-	-	-	18	36	2	2	2
U.S.A.	191	131	80	72	4	10	4	3	3
Europe	3	3	3	3	7	7	6	14	30
	324	134	83	75	29	53	12	19	35
Total Net Impaired Loans after Specific Allowance	2,179	1,602	1,191	1,009	845	689	601	584	579
Coverage Ratio (%) (1)	78.6	90.6	105.3	114.5	123.8	134.9	145.1	141.8	140.3
ALLOWANCE FOR CREDIT LOSSES:									
Balance, Beginning of Period	2,714	2,634	2,485	2,498	2,462	2,252	2,433	2,516	2,631
Acquisition of Subsidiaries	-	-	89	(6)	(3)	177	1	10	17
Write-offs	(397)	(283)	(278)	(218)	(190)	(194)	(215)	(179)	(136)
Recoveries	48	59	77	52	51	51	50	38	64
Provision for Credit Losses	489	281	207	159	153	111	95	92	20
Foreign Currency Adjustment and Other	(18)	23	54	-	25	65	(112)	(44)	(80)
Balance, End of Period	2,836	2,714	2,634	2,485	2,498	2,462	2,252	2,433	2,516
<u>Comprised of:</u>									
Specific Allowance	1,418	1,383	1,303	1,154	1,167	1,153	943	1,125	1,207
Sectoral Allowance	60	-	-	-	-	-	-	-	-
General Allowance	1,350	1,323	1,323	1,323	1,323	1,298	1,298	1,298	1,298
Other Liabilities	8	8	8	8	8	11	11	10	11
Total Allowance for Credit Losses	2,836	2,714	2,634	2,485	2,498	2,462	2,252	2,433	2,516

(1) Specific, Sectoral 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>	<u>Apr. 30/09 Total</u>	<u>Jan. 31/09 Total</u>	<u>Apr. 30/08 Total</u>
ASIA									
South Korea	1,541	517	-	436	-	261	2,755	2,645	2,080
Japan	565	33	7	79	-	150	834	941	946
India	1,426	783	1	243	-	54	2,507	2,563	2,493
Malaysia	622	49	-	312	157	11	1,151	1,211	1,036
Hong Kong	466	139	-	397	-	36	1,038	1,085	1,123
China	879	1,134	35	67	-	7	2,122	2,242	1,852
Thailand	58	9	-	140	416	1	624	425	570
Other (2)	531	196	16	231	-	32	1,006	1,075	1,113
Total	6,088	2,860	59	1,905	573	552	12,037	12,187	11,213
LATIN AMERICA									
Mexico	1,584	121	-	502	1,770	233	4,210	4,047	4,129
Chile	918	41	-	1	1,475	3	2,438	2,217	2,542
Brazil	491	650	-	263	-	7	1,411	1,493	1,488
Peru	207	43	-	1	1,203	3	1,457	1,556	1,329
El Salvador	297	2	-	1	362	-	662	756	689
Costa Rica	1,038	90	-	1	369	-	1,498	1,660	1,297
Venezuela	5	-	-	-	99	-	104	101	95
Other (3)	1,068	65	12	19	-	22	1,186	1,140	890
Total	5,608	1,012	12	788	5,278	268	12,966	12,970	12,459

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

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

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

ASSET SECURITIZATION, RESERVES AND INTEREST RATE SENSITIVITY



	QUARTERLY TREND								
	2009		2008				2007		
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
ASSET SECURITIZATION (\$MM):									
Balance, Beginning of Period	16,666	13,022	11,650	11,909	11,450	12,045	12,103	11,988	11,955
Acquisition of subsidiaries	-	-	-	-	-	-	-	-	335
Securitizations	4,420	4,827	2,577	900	1,142	555	1,010	1,351	605
Paydowns/Maturities	(1,996)	(1,183)	(1,205)	(1,159)	(683)	(1,150)	(1,068)	(1,236)	(907)
Balance, End of Period									
Personal Loans	217	226	235	249	265	285	414	452	505
Mortgages	18,873	16,440	12,787	11,401	11,644	11,165	11,631	11,651	11,483
	19,090	16,666	13,022	11,650	11,909	11,450	12,045	12,103	11,988

AVAILABLE-FOR-SALE SECURITIES - UNREALIZED GAINS (LOSSES) (\$MM):

Bonds of Emerging Markets	375	336	237	345	493	547	530	527	676
Other Fixed Income	(1,555)	(1,464)	(1,194)	(292)	(179)	89	(14)	(103)	(33)
Common and Preferred Shares	(328)	(445)	(271)	140	257	259	456	536	565
	(1,508)	(1,573)	(1,228)	193	571	895	972	960	1,208
Net Fair Value of Derivative Instruments and Other Hedge Amounts	(319)	(257)	(92)	14	(16)	(40)	5	20	(10)
Net Unrealized Gains (Losses)	(1,827)	(1,830)	(1,320)	207	555	855	977	980	1,198

INTEREST RATE SENSITIVITY (\$B):

	Within 3 Months	3 to 12 Months	Cumulative Under 1 Year	Over 1 Year	Non-Interest Rate Sensitive
April 30, 2009					
Canadian Currency Gap	31.9	(17.5)	14.4	(8.8)	(5.6)
Foreign Currency Gap	(2.4)	(1.4)	(3.8)	18.0	(14.2)
Total Currency Gap	29.5	(18.9)	10.6	9.2	(19.8)

() denotes liability gap

Note: Based on the Bank's interest rate positions as at April 30, 2009, an immediate and sustained 100 basis point rise in interest rates, across all currencies and maturities, would increase net income after-tax by approximately \$196MM over the next 12 months, and lower common shareholders' equity, in present value terms, by approximately \$148MM. Conversely, an immediate and sustained 100 basis point fall in interest rates, across all currencies and maturities, would decrease net income after-tax by approximately \$156MM over the next 12 months, and increase common shareholders' equity, in present value terms, by approximately \$194MM.

Basel II Appendix



April 30, 2009

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Basel II Introduction



Effective November 1, 2007, Canadian banks are subject to revised capital adequacy requirements based on the "International Convergence of Capital Measurement and Capital Standards: A Revised Framework", commonly known as Basel II. The new Framework is designed to reflect more risk-sensitive capital requirements and to strengthen soundness and stability of banks by promoting adoption of stronger risk management practices.

The Basel II Framework introduces the concept of 3 Pillars:

- Pillar 1 – the actual methodologies that must be applied to calculate the minimum capital requirements.
- Pillar 2 – the requirement that banks have internal processes to assess their capital adequacy in relation to their strategies, risk appetite and actual risk profile. Regulators are expected to review these internal capital adequacy assessments.
- Pillar 3 – reflects the market disclosures required by banks to assist users of the information to better understand the risk profile.

This Appendix reflects the Pillar 3 market disclosures based on information gathered as part of the Pillar 1 process, and should assist users in understanding the changes to the risk weighted assets and capital requirements arising from the new Framework.

Basel II vs. Basel I

Basel II classifies risk into three broad categories: credit risk, market risk and operational risk (new), while Basel I had only two categories: credit risk and market risk. The regulatory capital required under Basel I, for credit risk, was based on pre-specified risk weights applied to categories of claims. This did not provide for a granular differentiation of credit risk capital (e.g. all corporate loans were risk-weighted 100% irrespective of the quality of the loans).

Under Pillar 1 of the new Basel II Framework, minimum capital is calculated using one of the following approaches:

- Credit risk capital – Internal Ratings Based Approach (Advanced or Foundation) or Standardized approach.
- Operational risk capital – Advanced measurement approach (AMA), Standardized approach or Basic Indicator approach.
- Market risk capital - more granular treatment for specific risk under Standardized approach compared to Basel I.

Credit Risk

The credit risk component consists of on- and off- balance sheet claims. The new rules are not applied to the traditional balance sheet categories but introduce new categories of on- and off- balance sheet exposures which represent general classes of assets/exposures (corporate, sovereign, bank, retail, equity) based on their different underlying risk characteristics.

Generally, while calculating capital requirements, exposure classes such as Corporate, Sovereign, Bank, Retail, Equity are analyzed by the following credit risk exposure sub-types¹: Drawn, Undrawn, Repo-style transactions, Over-the-counter (OTC) Derivatives and Other off-balance sheet claims.

The Bank has received approval from OSFI to use the Advanced Internal Ratings Based (AIRB) Approach, subject to certain conditions, for credit risk of its material portfolios booked in Canada, US and Europe. The Bank uses internal estimates, based on historical experience, for probability of default (PD¹), loss given default (LGD¹) and exposure at default (EAD¹).

- Under the AIRB approach, credit risk risk-weighted assets (RWA) are calculated by multiplying the capital requirement (K) by EAD times 12.5, where K is a function of the PD, LGD, Maturity and prescribed correlation factors. This results in the capital calculations being more sensitive to underlying risks.
- To address concerns that the new Basel II rules might cause significant decreases in capital required, banks are currently required to add an overall scaling factor of 6% to the credit risk RWA for AIRB portfolios.

For the remaining material portfolios, the interim treatment is the Standardized approach, until such time they become AIRB compliant.

- The Standardized approach applies regulator prescribed risk weight factors to credit exposures based on the external credit assessments (public ratings), where available, and also considers other additional factors (e.g. provision levels for defaulted exposures, loan-to-value for retail, eligible collateral, etc).

Operational Risk

The Bank is using the Standardized Approach for operational risk, where the capital charge is based on a fixed percentage of the average of the previous 3 years' gross income. The fixed percentages range from 12% - 18% and are based on the type of business, with retail banking activities at the low end of the range and investment banking and capital markets activities at the high end.

Transitional Considerations

The regulator's transitional arrangements prescribe that for institutions receiving full approval to use the AIRB approach, a capital floor will be applied for at least two years post approval. The floor is based on a regulatory formula that essentially compares the minimum capital required under Basel I to the minimum capital required under Basel II, and does not allow the latter to fall below the floor based on the former. If a floor is invoked, a prescribed adjustment to risk weighted assets is required to increase the capital to the targeted floor threshold.

¹ refer to glossary

REGULATORY CAPITAL



(\$MM)

REGULATORY CAPITAL:

	QUARTERLY TREND					
	2009		2008			
	Q2	Q1	Q4	Q3	Q2	Q1
Common Shares, Contributed Surplus & Retained Earnings	23,808	23,349	22,378	22,512	21,943	21,423
OCI - Accumulated Foreign Currency Translation Losses	(2,630)	(2,307)	(2,181)	(3,556)	(3,749)	(3,664)
Non-Cumulative Preferred Shares	3,710	3,710	2,860	2,560	2,210	1,865
Innovative Capital Instruments	2,750	2,750	2,750	2,750	2,750	2,750
Accumulated Net Unrealized Losses (after-tax) on available-for-sale Equity Securities	(245)	(315)	(195)	-	-	-
Non-Controlling Interest in Subsidiaries	536	549	502	455	588	548
Gross Tier 1 Capital	27,929	27,736	26,114	24,721	23,742	22,922
Less: Goodwill and Excess Intangibles	(2,845)	(2,820)	(2,273)	(2,134)	(2,162)	(1,266)
Other Capital Deductions ⁽¹⁾	(1,951)	(2,077)	(578)	(512)	(507)	(490)
Net Tier 1 Capital	23,133	22,839	23,263	22,075	21,073	21,166
Accumulated Net Unrealized Gains (after-tax) on available-for-sale Equity Securities	-	-	-	122	200	161
Debentures (net of amortization) ⁽²⁾	7,309	6,357	5,227	4,234	4,659	2,859
Eligible Allowance for Credit Losses ⁽³⁾	546	520	534	747	783	754
Tier 2 Capital	7,855	6,877	5,761	5,103	5,642	3,774
Less: Other Capital Deductions ⁽⁴⁾	(2,378)	(2,338)	(1,177)	(1,134)	(1,127)	(1,066)
Total Regulatory Capital	28,610	27,378	27,847	26,044	25,588	23,874

CHANGES IN REGULATORY CAPITAL:

Total Capital, Beginning of Period	27,378	27,847	26,044	25,588	23,874	22,321
Internally Generated Capital						
Net Income	872	842	315	1,010	980	835
Preferred and Common Share Dividends	(548)	(530)	(517)	(517)	(485)	(484)
	324	312	(202)	493	495	351
External Financing						
Debentures (net of amortization) ⁽²⁾	952	1,130	993	(425)	1,800	407
Innovative Capital Instruments	-	-	-	-	-	-
Preferred Shares	-	850	300	350	345	230
Common Shares Issued less Purchased for Cancellation	133	667	101	85	29	48
Premium on Purchase of Shares for Cancellation	-	-	(31)	(6)	-	-
	1,085	2,647	1,363	4	2,174	685
Other						
Net Change in Foreign Currency Translation Gains Losses	(323)	(126)	1,375	193	(85)	885
Net Change in Net Unrealized Gains / Losses (after-tax) on available-for-sale Equity Securities	70	(120)	(317)	(78)	39	(137)
Non-controlling Interest in Subsidiaries	(13)	47	47	(133)	40	51
Other ⁽⁵⁾	89	(3,229)	(463)	(23)	(949)	(282)
	(177)	(3,428)	642	(41)	(955)	517
Total Capital Generated (Used)	1,232	(469)	1,803	456	1,714	1,553
Total Capital, End of Period	28,610	27,378	27,847	26,044	25,588	23,874

(1) Comprised of 50% of all investments in certain specified corporations, securitization related deductions and other items.

(2) Includes Scotia Trust Subordinated Notes - Series A.

(3) Under Basel II, eligible general allowances in excess of expected losses under AIRB approach and allocated allowances under Standardized approach can be included in capital, subject to certain limitations.

(4) Comprised of 50% of all investments in certain specified corporations, securitization related deductions, 100% of investments in insurance entities and other items.

(5) Represents changes to eligible allowances for credit losses and other charges (credits) to retained earnings as well as to regulatory capital deductions relating to goodwill, investments in associated corporations, securitization related deductions and insurance entities.

RISK-WEIGHTED ASSETS AND CAPITAL RATIOS



(\$B)

RISK-WEIGHTED ASSETS :

On- Balance Sheet Assets ⁽¹⁾

	2009		QUARTERLY TREND			
	Q2	Q1	Q4	Q3	2008 Q2	Q1
Cash Resources	2.6	3.0	3.7	4.6	4.6	6.4
Securities	18.3	13.9	14.5	13.9	12.6	11.1
Residential Mortgages	10.4	10.5	9.4	8.8	8.2	8.0
Loans & Acceptances						
- Personal	19.9	19.9	18.6	17.8	15.8	14.4
- Non-personal	93.5	96.2	95.2	82.4	80.7	75.7
All Other	13.4	12.9	14.9	12.1	12.0	11.2
	158.1	156.4	156.3	139.6	133.9	126.8

Off- Balance Sheet Assets

Indirect Credit Instruments	36.5	37.1	41.6	38.4	37.1	39.7
Interest Rate, Foreign Exchange and Other Derivative Instruments	8.9	9.9	9.7	7.9	8.1	10.7
	45.4	47.0	51.3	46.3	45.2	50.4

Total Credit Risk before AIRB scaling factor ⁽²⁾

AIRB Scaling factor	6.9	6.8	6.9	6.3	6.2	6.0
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Total Credit Risk after AIRB scaling factor ⁽³⁾

Market Risk -- Risk Assets Equivalent	10.1	8.7	15.5	13.5	13.8	12.9
Operational Risk -- Risk Assets Equivalent	21.3	20.8	20.6	20.1	19.8	19.6

Total Risk-Weighted Assets before Transitional Adjustment

Transitional Adjustment						19.2
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Total Risk-Weighted Assets

	241.8	239.7	250.6	225.8	218.9	234.9
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RISK-WEIGHTED CAPITAL RATIOS (%):

Tier I	9.6	9.5	9.3	9.8	9.6	9.0
Total	11.8	11.4	11.1	11.5	11.7	10.2
Tangible Common Equity	7.7	7.8	7.3	7.6	7.5	7.2

(1) Basel II RWA computations are calculated by exposure types and exposure sub-types (as shown in the following page). For purposes of this presentation only, RWA is shown by balance sheet categories.

(2) Details by Basel II exposure type shown in the following page - "risk-weighted assets for credit risk portfolios".

(3) The Basel II framework imposes an additional 6% scaling factor to AIRB credit risk portfolios.

EXPOSURE AT DEFAULT AND RISK-WEIGHTED ASSETS FOR CREDIT RISK PORTFOLIOS



(\$MM)

Basel II Exposure Type	Basel II Exposure Sub-type	April 30, 2009						January 31, 2009	
		AIRB		Standardized		Total		Total	
		Exposure at Default ⁽¹⁾	Risk-Weighted Assets	Exposure at Default ⁽¹⁾	Risk-Weighted Assets	Exposure at Default ⁽¹⁾	Risk-Weighted Assets	Exposure at Default ⁽¹⁾	Risk-Weighted Assets
Non-retail									
Corporate	Drawn	68,795	46,615	49,794	48,776	118,589	95,391	123,868	96,292
	Undrawn	35,036	16,749	3,733	3,702	38,769	20,451	39,403	20,685
	Other ⁽²⁾	13,529	5,485	2,168	2,085	15,697	7,570	16,908	8,004
	Total	117,360	68,849	55,695	54,563	173,055	123,412	180,179	124,981
Bank	Drawn	19,267	4,421	7,629	2,469	26,896	6,890	31,783	7,042
	Undrawn	14,756	2,788	76	16	14,832	2,804	16,201	2,827
	Other ⁽²⁾	15,055	2,503	468	312	15,523	2,815	16,013	2,610
	Total	49,078	9,712	8,173	2,797	57,251	12,509	63,997	12,479
Sovereign	Drawn	24,467	244	12,254	2,791	36,721	3,035	26,517	2,407
	Undrawn	862	63	71	46	933	109	1,169	215
	Other ⁽²⁾	462	1	183	0	645	1	779	5
	Total	25,791	308	12,508	2,837	38,299	3,145	28,465	2,627
Total Non-retail									
	Drawn	112,529	51,280	69,677	54,036	182,206	105,316	182,168	105,741
	Undrawn	50,654	19,600	3,880	3,764	54,534	23,364	56,773	23,727
	Other ⁽²⁾	29,046	7,989	2,819	2,397	31,865	10,386	33,700	10,619
	Total	192,229	78,869	76,376	60,197	268,605	139,066	272,641	140,087
Retail									
Retail residential mortgages	Drawn	93,093	3,420	22,451	6,949	115,544	10,369	118,044	10,521
	Undrawn	3,997	54	0	0	3,997	54	3,798	125
	Total	97,090	3,474	22,451	6,949	119,541	10,423	121,842	10,646
Home Equity Lines Of Credit (HELOCs)	Drawn	16,998	674			16,998	674	15,650	728
	Undrawn	8	1			8	1	0	0
	Total	17,006	675			17,006	675	15,650	728
Qualifying Revolving Retail Exposures (QRRE)	Drawn	12,541	5,064			12,541	5,064	12,234	4,755
	Undrawn	5,316	745			5,316	745	8,022	810
	Total	17,857	5,809			17,857	5,809	20,256	5,565
Other Retail	Drawn	9,823	4,846	12,881	9,316	22,704	14,162	23,148	14,450
	Undrawn	27	22	226	169	253	191	257	198
	Total	9,850	4,868	13,107	9,485	22,957	14,353	23,405	14,648
Total Retail									
	Drawn	132,455	14,004	35,332	16,265	167,787	30,269	169,076	30,454
	Undrawn	9,348	822	226	169	9,574	991	12,077	1,133
	Total	141,803	14,826	35,558	16,434	177,361	31,260	181,153	31,587
Securitized		24,294	6,540			24,294	6,540	26,646	4,290
Trading derivatives		21,237	8,552			21,237	8,552	26,506	9,531
Total Credit risk (excl. Equities & Other Assets)		379,563	108,787	111,934	76,631	491,497	185,418	506,946	185,495
Equities		2,989	5,581			2,989	5,581	3,072	5,614
Other Assets				24,188	12,572	24,188	12,572	23,690	12,272
Total Credit Risk, before scaling factor		382,552	114,368	136,122	89,203	518,674	203,571	533,708	203,381
Add-on for 6% scaling factor ⁽³⁾			6,862				6,862		6,801
Total Credit Risk		382,552	121,230	136,122	89,203	518,674	210,433	533,708	210,182

(1) Before credit risk mitigation for AIRB exposures, after related allowances for credit losses for Standardized exposures.

(2) Includes lending instruments such as letters of credit and letters of guarantee, OTC derivatives and repo-style exposures, net of related collateral.

(3) Basel Committee imposed scaling factor (6%) on risk-weighted assets for AIRB credit risk portfolios.

TOTAL CREDIT RISK EXPOSURES BY GEOGRAPHY ^(1,2)



(\$MM)	April 30, 2009			
	Drawn	Undrawn	Other Exposures ⁽³⁾	Total
Canada	208,069	40,939	31,297	280,305
USA	33,174	17,136	31,429	81,739
Mexico	12,496	223	1,049	13,768
Other International				
Europe	24,603	2,190	7,752	34,545
Caribbean	26,890	1,504	2,488	30,882
Latin America (excl. Mexico)	22,793	974	1,105	24,872
All Other	21,968	1,142	2,276	25,386
Total	349,993	64,108	77,396	491,497

(\$MM)	January 31, 2009			
	Drawn	Undrawn	Other Exposures ⁽³⁾	Total
Canada	202,578	44,960	33,291	280,829
USA	35,330	17,575	36,244	89,149
Mexico	12,996	320	1,092	14,408
Other International				
Europe	26,303	2,272	9,816	38,391
Caribbean	27,743	1,703	2,652	32,098
Latin America (excl. Mexico)	23,061	903	1,085	25,049
All Other	23,233	1,117	2,672	27,022
Total	351,244	68,850	86,852	506,946

(1) Before credit risk mitigation, excluding AFS equity securities and other assets.

(2) Geographic segmentation is based upon the location of the ultimate risk of the credit exposure.

(3) Includes off-balance sheet lending instruments such as letters of credit and letters of guarantee, OTC derivatives, securitization and repo-style transactions net of related collateral.

CREDIT RISK EXPOSURES BY MATURITY ^(1,2)



AIRB Non-retail and Retail portfolio

(\$MM)	April 30, 2009				January 31, 2009			
	Drawn	Undrawn	Other Exposures ⁽³⁾	Total	Drawn	Undrawn	Other Exposures ⁽³⁾	Total
Non-retail								
Less than 1 year	46,727	27,013	33,841	107,581	51,498	29,261	38,708	119,467
One to 5 years	54,961	22,462	34,378	111,801	50,688	22,304	38,848	111,840
Over 5 Years	10,841	1,179	6,358	18,378	8,954	1,141	6,324	16,419
Total Non-Retail	112,529	50,654	74,577	237,760	111,140	52,706	83,880	247,726
Retail								
Less than 1 year	14,889	4,024		18,913	15,529	3,835		19,364
One to 5 years	84,910	-		84,910	85,703	-		85,703
Over 5 Years	1,917	-		1,917	1,870	-		1,870
Revolving Credits ⁽⁴⁾	30,739	5,324		36,063	29,041	8,022		37,063
Total Retail	132,455	9,348		141,803	132,143	11,857		144,000
Total	244,984	60,002	74,577	379,563	243,283	64,563	83,880	391,726

Certain comparative amounts have been reclassified to conform with the current presentation.

(1) Before credit risk mitigation, excluding AFS equity securities and other assets.

(2) Remaining term to maturity of the credit exposure.

(3) Off-balance sheet lending instruments such as letters of credit and letters of guarantee, securitization, derivatives and repo-style transactions net of related collateral.

(4) Credit cards and lines of credit with unspecified maturity.

CREDIT RISK EXPOSURES BY RISK WEIGHT - STANDARDIZED APPROACH



(\$MM)

April 30, 2009

Risk Weight	Non-Retail					Retail			
	Exposure at Default ⁽¹⁾				Risk-Weighted Assets	Exposure at Default ⁽¹⁾			Risk-Weighted Assets
	Corporate	Bank	Sovereign	Total		Residential Mortgages	Other Retail	Total	
0%	807	561	7,889	9,257	-	5,679	260	5,939	-
20%	228	5,999	2,228	8,455	1,691				
35%						14,263	612	14,875	5,206
50%	324	31	-	355	177				
75%						2,211	12,039	14,250	10,688
100%	54,296	1,582	2,391	58,269	58,269	298	105	403	403
150%	40	-	-	40	60		91	91	137
Total	55,695	8,173	12,508	76,376	60,197	22,451	13,107	35,558	16,434

(1) Net of allowances for credit losses, after credit risk mitigation.

(\$MM)

January 31, 2009

Risk Weight	Non-Retail					Retail			
	Exposure at Default ⁽¹⁾				Risk-Weighted Assets	Exposure at Default ⁽¹⁾			Risk-Weighted Assets
	Corporate	Bank	Sovereign	Total		Residential Mortgages	Other Retail	Total	
0%	808	282	8,620	9,710	-	6,621	278	6,899	-
20%	222	7,204	1,936	9,362	1,872				
35%						14,375	642	15,017	5,256
50%	215	66	-	281	140				
75%						2,269	12,603	14,872	11,154
100%	55,156	970	2,145	58,271	58,271	248	58	306	306
150%	436	7	-	443	665	-	59	59	89
Total	56,837	8,529	12,701	78,067	60,947	23,513	13,640	37,153	16,805

(1) Net of allowances for credit losses, after credit risk mitigation.

Non-retail AIRB - Credit quality

Category of Internal Grades ⁽¹⁾	April 30, 2009				January 31, 2009			
	Exposure at default ⁽²⁾	Weighted Average PD ^(3,6)	Weighted Average LGD ^(4,6)	Weighted Average RW ^(5,6)	Exposure at default ⁽²⁾	Weighted Average PD ^(3,6)	Weighted Average LGD ^(4,6)	Weighted Average RW ^(5,6)
	\$	%	%	%	\$	%	%	%
Investment Grade	187,532	0.12	29	20	197,384	0.13	30	21
Non-investment Grade	52,753	0.85	40	67	53,568	0.77	37	67
Watch List	5,141	23.92	39	202	4,223	23.50	39	202
Default	1,221 ⁽⁷⁾	100.00	43	318	618 ⁽⁷⁾	100.00	46	447
Total	246,647	1.27	32	35	255,793	0.89	31	35

- (1) The cross references of the Bank's internal borrower grades with equivalent rating categories utilized by external rating agencies are outlined on page 141 of the Bank's 2008 Annual Report.
- (2) After credit risk mitigation, includes all non-retail exposures except securitization; includes residential mortgages of \$33.2 bn (January 31, 2009: \$34.7 bn) guaranteed by Canada Mortgage Housing Corporation.
- (3) PD - Probability of Default, see glossary for details.
- (4) LGD - downturn Loss Given Default including a certain conservative factor as per Basel accord, see glossary for details.
- (5) RW - Risk Weight.
- (6) Exposure at default (EAD) used as basis for estimated weightings.
- (7) EAD for defaulted exposures before related specific provisions and write-offs.

Non-retail AIRB - Credit commitments

Exposure Type	April 30, 2009		January 31, 2009	
	Notional Undrawn	Weighted Average EAD (%)	Notional Undrawn	Weighted Average EAD (%)
Non-retail				
Corporate	61,149	57	62,992	57
Bank	21,166	70	23,154	70
Sovereign	1,266	69	1,395	69
Total	83,581	61	87,541	61

RISK ASSESSMENT OF CREDIT RISK EXPOSURES



Credit quality of retail AIRB portfolio

Category of PD Grades ⁽¹⁾	April 30, 2009				January 31, 2009			
	Exposure at default ⁽²⁾	Weighted Average PD ^(3,6)	Weighted Average LGD ^(4,6)	Weighted Average RW ^(5,6)	Exposure at default ⁽²⁾	Weighted Average PD ^(3,6)	Weighted Average LGD ^(4,6)	Weighted Average RW ^(5,6)
	\$	%	%	%	\$	%	%	%
Real Estate Secured								
Very Low	59,416	0.09	12	2	56,758	0.07	12	2
Low	10,649	0.36	12	7	7,658	0.36	12	7
Medium	9,856	0.92	12	14	13,116	0.90	12	13
High	855	11.84	12	58	1,510	12.05	12	56
Very High	0	-	-	-	107	18.06	12	64
Default	140 ⁽⁷⁾	100.00	12	0	117 ⁽⁷⁾	100.00	12	0
Sub-total	80,915	0.52	12	5	79,266	0.64	12	6
Qualifying revolving retail exposures(QRRE)								
Very Low	5,302	0.13	86	7	9,290	0.11	86	6
Low	3,941	0.37	86	15	4,054	0.37	86	15
Medium	6,882	1.19	86	36	5,200	1.28	86	38
High	933	4.64	86	99	864	4.37	86	95
Very High	650	18.89	86	221	727	19.42	86	223
Default	149 ⁽⁷⁾	100.00	86	0	120 ⁽⁷⁾	100.00	86	0
Sub-total	17,857	2.34	86	33	20,255	1.93	86	27
Other retail								
Very Low	3,635	0.15	70	22	4,004	0.13	70	20
Low	1,986	0.38	70	43	1,836	0.39	70	43
Medium	3,658	1.16	70	72	3,140	1.32	70	75
High	317	7.10	70	110	510	7.39	70	110
Very High	125	43.56	70	186	175	44.94	70	185
Default	129 ⁽⁷⁾	100.00	70	0	100 ⁽⁷⁾	100.00	70	0
Sub-total	9,850	2.65	70	49	9,765	2.76	70	49
Total retail								
Very Low	68,353	0.09	21	4	70,051	0.08	25	4
Low	16,576	0.36	37	13	13,549	0.37	42	14
Medium	20,396	1.05	48	32	21,456	1.05	38	28
High	2,105	7.94	54	84	2,884	8.92	44	78
Very High	775	22.88	84	215	1,009	23.69	75	200
Default	418 ⁽⁷⁾	100.00	56	0	337 ⁽⁷⁾	100.00	56	0
Total	108,623	1.01	30	14	109,286	1.07	31	14

(1) The general relationship between probability of default (PD) ranges and the category of PD grades is detailed on page 142 of the Bank's 2008 Annual Report.

(2) After credit risk mitigation, includes drawn and undrawn commitments; excludes residential mortgages (\$33.2 bn) guaranteed by Canada Mortgage Housing Corporation.

(3) PD - Probability of Default, see glossary for details.

(4) LGD - downturn Loss Given Default, see glossary for details.

(5) RW - Risk Weight.

(6) Exposure at default used as basis for estimated weightings.

(7) Gross defaulted exposures, before any related specific provisions.

CREDIT RISK MITIGATION



Exposures at Default⁽¹⁾

(\$MM)	Exposures at Default ⁽¹⁾					
	April 30, 2009			January 31, 2009		
	Financial Collateral	Guarantees / Credit Derivatives		Financial Collateral	Guarantees / Credit Derivatives	
Basel II Exposure type	Standardized Approach	Standardized Approach	AIRB Approach	Standardized Approach	Standardized Approach	AIRB Approach
Non-Retail						
Corporate	812	216	3,652	815	209	3,995
Bank	264	292	164	282	0	169
Sovereign	24	21		26	23	0
Sub-total	1,100	529	3,816	1,123	232	4,164
Retail						
Residential mortgages ⁽²⁾	50	7,420	33,181	44	8,370	34,713
Home equity line of credit (HELOC)			-			-
Qualifying revolving retail exposures(QRRE)			-			-
Other Retail	797	75	-	840	80	-
Sub-total	847	7,495	33,181	884	8,450	34,713
Total	1,947	8,024	36,997	2,007	8,682	38,877

(1) Includes drawn, undrawn and other off balance sheet exposures (e.g. letters of credit, letters of guarantee) covered by eligible collateral and guarantees.

(2) Primarily includes residential mortgages guaranteed by Canada Mortgage Housing Corporation.

DERIVATIVES



April 30, 2009

January 31, 2009

(\$MM)

Interest Rate Contracts:

Futures and Forward Rate Agreements

Swaps

Options Purchased

Options Written

Foreign Exchange Contracts:

Futures, Spot and Forwards

Swaps

Options Purchased

Options Written

Other Derivative Contracts:

Equity

Credit

Other

Total Derivatives

Less: Impact of Master Netting Agreements, Collateral

Total after Netting & Collateral

	Notional Amount	Credit Risk Amount	Potential Future Exposure	Credit Risk Equivalent Amount	Risk Weighted Amount ⁽¹⁾
Futures and Forward Rate Agreements	137,620	12	-	12	
Swaps	868,053	17,420	3,938	21,358	
Options Purchased	53,637	332	55	387	
Options Written	35,734	-	-	-	
	1,095,044	17,764	3,993	21,757	2,811
Futures, Spot and Forwards	228,692	4,258	2,330	6,588	
Swaps	123,323	5,504	6,016	11,520	
Options Purchased	6,122	195	84	279	
Options Written	6,867	-	-	-	
	365,004	9,957	8,430	18,387	2,657
Equity	27,561	2,206	1,476	3,682	803
Credit	104,191	8,810	5,610	14,420	2,214
Other	8,360	513	689	1,202	392
	140,112	11,529	7,775	19,304	3,409
Total Derivatives	1,600,160	39,250	20,198	59,448	8,877
Less: Impact of Master Netting Agreements, Collateral		27,464	9,576	37,040	
Total after Netting & Collateral		11,786	10,622	22,408	8,877

	Notional Amount	Credit Risk Equivalent Amount	Risk Weighted Amount ⁽¹⁾
Futures and Forward Rate Agreements	102,527	17	
Swaps	777,498	21,067	
Options Purchased	44,501	524	
Options Written	40,596	-	
	965,122	21,608	2,950
Futures, Spot and Forwards	234,758	9,376	
Swaps	125,526	11,290	
Options Purchased	6,385	449	
Options Written	6,678	-	
	373,347	21,115	3,598
Equity	22,590	2,615	1,006
Credit	116,365	16,851	1,955
Other	6,722	1,395	409
	145,677	20,861	3,370
Total Derivatives	1,484,146	63,584	9,918
Less: Impact of Master Netting Agreements, Collateral		35,650	
Total after Netting & Collateral		27,934	9,918

(1) Risk-weighted amounts reported are net of impact of collateral and master netting arrangements.

RISK-WEIGHTED ASSETS FOR SECURITIZATION EXPOSURES ⁽¹⁾



(\$MM)		April 30, 2009					January 31, 2009	
Risk Category	External Rating (S&P)	Risk-Weight %	Exposure at Default ⁽¹⁾			Risk-Weighted Assets	Exposure at Default ⁽¹⁾	Risk-Weighted Assets
			On- Balance Sheet	Off- Balance Sheet	Total			
Investment Grade	AAA to A	7 - 25	8,714	11,561	20,275	2,070	22,919	2,369
	A- to BBB-	35 - 100	1,121	2,161	3,282	2,190	3,506	1,869
Non-Investment Grade	BB+ to BB-	150 - 650	408	94	502	2,280	12	52
	Below BB-	Capital Deduction	228	7	235 ⁽²⁾	n/a	209 ⁽²⁾	n/a
Total			10,471	13,823	24,059	6,540	26,646	4,290

(1) Includes on- balance sheet investments in asset backed securities (ABS), mortgage backed securities (MBS), collateralized loan obligations (CLOs), and collateralized debt obligations (CDOs), and off- balance sheet liquidity lines to Bank's sponsored and non-bank sponsored ABCP conduits.

(2) Securitization related capital deductions 50/50 from tier 1 and tier 2 capital.

RISK-WEIGHTED ASSETS FOR EQUITY EXPOSURES



(\$MM)

Equity Investments	April 30, 2009		January 31, 2009	
	Gross Exposures	Risk-Weighted Assets	Gross Exposures	Risk-Weighted Assets
Grandfathered equity investments	1,635	1,635	1,606	1,606
Non-grandfathered - Simple risk weight method	937	3,317	1,030	3,356
Total Banking Book Equities (excl Preferred)	2,572 ⁽¹⁾	4,952	2,636 ⁽¹⁾	4,962
Preferred Shares - PD/LGD Approach	417	629	436	652
Total Banking Book Equities	2,989	5,581	3,072	5,614

(1) Of the banking book equity exposures (excluding preferred) approximately 59% in Q2/09 (Q1/09: 55%) are traded in a public exchange, with the remaining 41% in Q2/09 (Q1/09: 45%) representing private equity investments which are not actively traded.

(2) Amended to conform with current presentation

Credit Risk Parameters	
Exposure at Default (EAD)	Generally represents the expected gross exposure - outstanding amount for on-balance sheet exposure and loan equivalent amount for off-balance sheet exposure.
Probability of Default (PD)	Measures the likelihood that a borrower will default within a 1-year time horizon, expressed as a percentage.
Loss Given Default (LGD)	Measures the severity of loss on a facility in the event of a borrower's default, expressed as a percentage of exposure at default.
Exposure Types	
<i>Non-retail</i>	
Corporate	Defined as a debt obligation of a corporation, partnership, or proprietorship.
Bank	Defined as a debt obligation of a bank or bank equivalent (including certain public sector entities (PSEs) treated as Bank equivalent exposures).
Sovereign	Defined as a debt obligation of a sovereign, central bank, certain Multi Development Banks (MDBs) and certain PSEs treated as Sovereign.
Securitization	On- balance sheet investments in asset backed securities (ABS), mortgage backed securities (MBS), collateralized loan obligations (CLOs), and collateralized debt obligations (CDOs), and off- balance sheet liquidity lines and credit enhancements to Bank's sponsored ABCP conduits and liquidity lines to non-bank sponsored ABCP conduits.
<i>Retail</i>	
Real Estate Secured	
Residential Mortgages	Loans to individuals against residential property (four units or less).
Home Equity Lines Of Credit (HELOCs)	Revolving personal lines of credit secured by home equity.
Qualifying Revolving Retail Exposures (QRRE)	Credit cards and unsecured line of credit for individuals.
Other Retail	All other personal loans.
Exposure Sub-types	
Drawn	Outstanding amounts for loans, leases, acceptances, deposits with banks and available-for-sale debt securities.
Undrawn	Unutilized portion of an authorized credit line.
Other Exposures	
Repo-Style transactions	Reverse repurchase agreements (reverse repos) and repurchase agreements (repos), securities lending and borrowing.
OTC Derivatives	Over-the-counter derivatives contracts.
Other Off Balance Sheet	Direct credit substitutes such as standby letters of credits and guarantees, trade letters of credits, and performance letters of credits and guarantees.