

SUPPLEMENTARY FINANCIAL INFORMATION



July 31, 2009

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HIGHLIGHTS



	QUARTERLY TREND								YEAR-TO-DATE		FULL YEAR		
	2009			2008				2007		2009	2008	2008	2007
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
Operating Performance:													
Net Income (\$MM)	931	872	842	315	1,010	980	835	954	1,032	2,645	2,825	3,140	4,045
Net Income available to Common Shareholders (\$MM)	882	821	805	283	978	958	814	938	1,016	2,508	2,750	3,033	3,994
EPS (\$) - basic	0.87	0.81	0.80	0.28	0.99	0.97	0.83	0.95	1.03	2.48	2.79	3.07	4.04
- diluted	0.87	0.81	0.80	0.28	0.98	0.97	0.82	0.95	1.02	2.48	2.77	3.05	4.01
ROE (%)	18.0	17.6	16.9	6.0	21.0	21.4	18.3	21.0	21.7	17.5	20.3	16.7	22.0
Net Interest Margin (%) (1)	1.76	1.71	1.53	1.68	1.79	1.76	1.79	1.87	1.86	1.66	1.78	1.75	1.89
Productivity Ratio (TEB) (%)	51.0	51.4	58.7	75.2	54.3	54.8	56.5	54.4	53.0	53.5	55.1	59.4	53.7
Effective Tax Rate (%)	24.0	26.1	17.9	0.6	21.7	17.0	18.2	17.1	21.8	22.9	19.1	17.5	20.3
Effective Tax Rate (TEB) (%)	27.9	30.5	23.0	22.3	27.3	23.3	26.4	29.9	27.2	27.3	25.7	25.4	27.7
Cash Flow:													
Cash Net Income (\$MM) (2)	947	890	857	334	1,023	992	847	965	1,043	2,694	2,862	3,196	4,087
Cash EPS (\$) - basic (2)	0.88	0.83	0.82	0.31	1.00	0.98	0.84	0.96	1.04	2.53	2.82	3.13	4.08
- diluted (2)	0.88	0.82	0.82	0.30	1.00	0.98	0.83	0.96	1.03	2.52	2.81	3.11	4.05
Cash ROE (%) (2)	18.3	18.0	17.2	6.4	21.3	21.7	18.6	21.2	22.0	17.8	20.6	17.0	22.3
Balance Sheet:													
Total Assets (\$B)	485.9	513.6	509.8	507.6	462.4	452.6	449.4	411.5	408.1				
Loans and Acceptances (\$B)	268.1	296.7	304.3	300.6	283.7	267.9	260.5	238.7	233.0				
Deposits (\$B)	333.7	346.9	346.6	346.6	332.5	322.4	316.8	288.5	287.0				
Common Shareholders' Equity (\$B)	19.7	19.2	19.1	18.8	18.8	18.2	18.1	17.2	18.4				
Credit Quality:													
Net Impaired Loans (\$MM) (3)	2,509	2,179	1,602	1,191	1,009	845	689	601	584				
Sectoral Allowance for Credit Losses (\$MM)	48	60	-	-	-	-	-	-	-				
General Allowance for Credit Losses (\$MM)	1,450	1,350	1,323	1,323	1,323	1,323	1,298	1,298	1,298				
Net Impaired Loans as % of Loans and Acceptances (3)	0.94	0.73	0.53	0.40	0.36	0.32	0.26	0.25	0.25				
Specific Provisions (\$MM)	466	402	281	207	159	153	111	95	92	1,149	423	630	295
- % of Average Loans and Acceptances	0.66	0.56	0.37	0.29	0.23	0.24	0.18	0.16	0.16	0.53	0.22	0.24	0.13
Capital Measures:													
Tier 1 Capital Ratio (%)	10.4	9.6	9.5	9.3	9.8	9.6	9.0						
Total Capital Ratio (%)	12.7	11.8	11.4	11.1	11.5	11.7	10.2						
Tangible Common Equity Ratio (%)	8.0	7.7	7.8	7.3	7.6	7.5	7.2						
Risk-Weighted Assets (\$B)	221.5	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
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
Valuation:													
Book Value per Share (\$)	19.29	18.88	18.87	18.94	18.99	18.45	18.40	17.45	18.71	19.29	18.99	18.94	17.45
Share Price (\$) - High	46.51	35.85	40.68	51.55	52.51	50.00	54.00	53.49	54.67	46.51	54.00	54.00	54.73
- Low	33.75	23.99	27.35	35.25	41.95	42.00	43.10	46.70	48.91	23.99	41.95	35.25	46.70
- Close	45.92	33.94	29.67	40.19	49.98	47.82	48.19	53.48	49.45	45.92	49.98	40.19	53.48
Share Price (Closing) as % Book Value	238.1	179.8	157.2	212.2	263.2	259.2	261.9	306.5	264.3	238.1	263.2	212.2	306.5
Price (Closing)/Earnings Ratio (X) (1)	16.6	11.8	9.8	13.1	13.4	12.7	12.5	13.2	12.4	16.6	13.4	13.1	13.2
Market Capitalization (\$MM)	46,858	34,518	30,039	39,865	49,475	47,194	47,487	52,612	48,578	46,858	49,475	39,865	52,612

Dividends:

Common Dividends Paid (\$MM)	499	497	493	485	485	463	463	442	445	1,489	1,411	1,896	1,720
Common Dividends/Share (\$)	0.49	0.49	0.49	0.49	0.49	0.47	0.47	0.45	0.45	1.47	1.43	1.92	1.74
Dividend Yield (%)	4.9	6.6	5.8	4.5	4.1	4.1	3.9	3.6	3.5	5.6	4.0	4.3	3.4

Shares:

Number of Common Shares Outstanding at Period End (MM)	1,020	1,017	1,012	992	990	987	985	984	982				
Average Number of Common Shares Outstanding (MM) -- Basic	1,017	1,014	1,001	990	989	986	985	983	988	1,010	986	987	989
-- Diluted	1,020	1,016	1,003	994	994	992	992	991	996	1,013	993	993	997

Share Buybacks:

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

Other Information:

Employees	67,482	67,698	69,451	69,049	62,209	62,143	62,002	58,113	57,152
Branches and Offices	2,689	2,683	2,696	2,672	2,557	2,529	2,458	2,331	2,289
ABMs	5,701	5,719	5,703	5,609	5,531	5,476	5,395	5,283	5,127

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	2009		2008				2007		2009	2008	2008	2007
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
Interest Income (TEB)	4,755	4,862	5,440	5,908	5,603	5,562	5,659	5,578	5,446	15,057	16,824	22,732	21,566
Interest Expense	2,511	2,698	3,404	3,872	3,554	3,589	3,727	3,646	3,533	8,613	10,870	14,742	13,937
Net Interest Income (TEB)	2,244	2,164	2,036	2,036	2,049	1,973	1,932	1,932	1,913	6,444	5,954	7,990	7,629
Other Income (see Page 9)	1,599	1,509	1,385	550	1,428	1,299	1,025	1,362	1,389	4,493	3,752	4,302	5,392
Total Revenue (TEB)	3,843	3,673	3,421	2,586	3,477	3,272	2,957	3,294	3,302	10,937	9,706	12,292	13,021
Taxable Equivalent Adjustment (TEB)	68	77	70	95	103	100	118	216	101	215	321	416	531
Total Revenue	3,775	3,596	3,351	2,491	3,374	3,172	2,839	3,078	3,201	10,722	9,385	11,876	12,490
Provision for Credit Losses	554	489	281	207	159	153	111	95	92	1,324	423	630	270
Total Non-interest Expenses (see Page 10)	1,959	1,886	2,010	1,944	1,889	1,794	1,669	1,792	1,752	5,855	5,352	7,296	6,994
Net Income before the undernoted:	1,262	1,221	1,060	340	1,326	1,225	1,059	1,191	1,357	3,543	3,610	3,950	5,226
Provision for Income Taxes	303	319	190	2	287	209	193	204	296	812	689	691	1,063
Non-controlling Interest in Net Income of Subsidiaries	28	30	28	23	29	36	31	33	29	86	96	119	118
Net Income	931	872	842	315	1,010	980	835	954	1,032	2,645	2,825	3,140	4,045
Amortization of Intangibles (net of taxes)	16	18	15	19	13	12	12	11	11	49	37	56	42
Cash Net Income	947	890	857	334	1,023	992	847	965	1,043	2,694	2,862	3,196	4,087

NET INCOME BY BUSINESS SEGMENT:

Canadian Banking (1)	500	410	438	466	463	422	373	439	395	1,348	1,258	1,724	1,564
International Banking	312	332	388	227	335	335	289	359	276	1,032	959	1,186	1,250
Scotia Capital	470	328	300	44	297	255	191	229	280	1,098	743	787	1,125
Other (2)	(351)	(198)	(284)	(422)	(85)	(32)	(18)	(73)	81	(833)	(135)	(557)	106
Total Bank	931	872	842	315	1,010	980	835	954	1,032	2,645	2,825	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
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
Net Interest Income (TEB)	1,212	1,147	1,146	1,160	1,122	1,051	991	954	1,006	3,505	3,164	4,324	3,855
Other Income	593	524	556	554	564	537	519	663	537	1,673	1,620	2,174	2,248
Total Revenue (TEB)	1,805	1,671	1,702	1,714	1,686	1,588	1,510	1,617	1,543	5,178	4,784	6,498	6,103
Provision for Credit Losses	(169)	(188)	(155)	(107)	(99)	(102)	(91)	(78)	(77)	(512)	(292)	(399)	(295)
Non-interest expenses	(933)	(899)	(934)	(939)	(914)	(890)	(889)	(927)	(892)	(2,766)	(2,693)	(3,632)	(3,559)
Provision for Income Taxes (TEB)	(203)	(174)	(175)	(202)	(210)	(174)	(157)	(173)	(179)	(552)	(541)	(743)	(685)
Net Income	500	410	438	466	463	422	373	439	395	1,348	1,258	1,724	1,564
Return on Economic Equity (%)	22.3	19.7	25.8	38.0	38.5	35.3	30.6	37.0	31.8	22.4	34.8	35.6	33.0
Net Interest Margin													
- as % of Average Total Assets	2.49	2.46	2.41	2.49	2.52	2.49	2.35	2.33	2.56	2.45	2.45	2.46	2.51
- as % of Average Earning Assets	2.54	2.51	2.45	2.54	2.57	2.54	2.40	2.37	2.62	2.50	2.50	2.51	2.56
Specific Provisions as % of Average Loans & Acceptances	0.36	0.39	0.33	0.23	0.22	0.24	0.22	0.19	0.20	0.36	0.23	0.23	0.19
Productivity Ratio (%)	51.7	53.8	54.9	54.8	54.2	56.0	58.9	57.3	57.8	53.4	56.3	55.9	58.3
Average Balances (\$B):													
Total Assets	193	191	189	185	177	172	168	163	156	191	172	175	154
Residential Mortgages	120	118	118	115	112	109	106	104	98	119	109	111	97
Personal Loans	45	43	42	41	38	37	36	35	34	43	37	38	34
Business Loans & Acceptances	25	26	26	28	26	25	25	24	24	26	25	26	23
Personal Deposits	94	92	91	87	85	84	81	77	76	93	83	84	76
Non-personal Deposits	52	49	49	45	43	42	43	41	41	50	43	43	40
Other:													
Branches	1,020	1,021	1,019	1,016	1,010	1,010	1,006	1,005	988				
Wealth Management Offices	101	101	101	102	100	98	98	99	98				
Employees	21,324	21,372	21,550	21,565	21,269	21,401	21,505	21,827	21,637				
ABMs	2,948	2,959	2,954	2,943	2,896	2,896	2,869	2,852	2,808				

BUSINESS SEGMENT PERFORMANCE -- INTERNATIONAL BANKING



(\$MM)	QUARTERLY TREND								YEAR-TO-DATE		FULL YEAR		
	2009			2008				2007		2009	2008	2008	2007
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
Net Interest Income (TEB)	979	959	947	940	847	797	731	710	703	2,885	2,375	3,315	2,762
Other Income	296	349	471	228	389	356	309	380	250	1,116	1,054	1,282	1,227
Total Revenue (TEB)	1,275	1,308	1,418	1,168	1,236	1,153	1,040	1,090	953	4,001	3,429	4,597	3,989
Provision for Credit Losses	(179)	(115)	(116)	(90)	(56)	(60)	(30)	(27)	(25)	(410)	(146)	(236)	(101)
Non-interest Expenses	(718)	(729)	(772)	(753)	(698)	(615)	(568)	(582)	(558)	(2,219)	(1,881)	(2,634)	(2,279)
Provision for Income Taxes (TEB)	(38)	(102)	(114)	(75)	(118)	(107)	(122)	(89)	(65)	(254)	(347)	(422)	(241)
Non-controlling Interest in Net Income of Subsidiaries	(28)	(30)	(28)	(23)	(29)	(36)	(31)	(33)	(29)	(86)	(96)	(119)	(118)
Net Income	312	332	388	227	335	335	289	359	276	1,032	959	1,186	1,250
Return on Economic Equity (%)	10.9	12.7	17.2	10.5	15.8	17.6	19.6	21.3	16.1	13.4	17.5	15.5	19.5
Net Interest Margin													
- as % of Average Total Assets	4.45	4.12	3.96	4.27	4.14	4.10	4.18	4.32	4.27	4.17	4.14	4.17	4.18
- as % of Average Earning Assets	4.45	4.13	3.97	4.28	4.15	4.11	4.19	4.33	4.28	4.18	4.15	4.18	4.19
Specific Provisions as % of Average Loans & Acceptances	1.14	0.70	0.69	0.59	0.40	0.47	0.27	0.26	0.25	0.84	0.38	0.44	0.25
Productivity Ratio (%)	56.3	55.7	54.4	64.5	56.5	53.3	54.6	53.4	58.6	55.5	54.9	57.3	57.1
Average Balances (\$B):													
Total Assets	87	95	95	88	81	79	70	65	65	92	77	79	66
Residential Mortgages	13	13	13	12	12	9	9	8	8	13	10	10	8
Personal Loans	9	10	9	9	8	8	7	7	7	9	8	8	7
Business Loans & Acceptances	41	44	45	40	36	35	29	26	25	43	33	35	26
Securities	13	14	14	14	16	16	15	15	15	14	16	15	15
Total Deposits (1)	49	53	52	48	47	48	40	48	49	51	45	45	49
Other:													
Branches and Offices	1,517	1,508	1,521	1,502	1,396	1,372	1,305	1,178	1,154				
Employees	35,969	36,155	37,616	37,280	30,702	30,599	30,324	26,829	26,087				
ABMs	2,753	2,760	2,749	2,666	2,635	2,580	2,526	2,431	2,319				

(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
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
Net Interest Income (TEB)	423	345	338	331	269	246	274	364	231	1,106	789	1,120	1,160
Other Income	681	502	366	(99)	383	292	131	156	413	1,549	806	707	1,290
Total Revenue (TEB)	1,104	847	704	232	652	538	405	520	644	2,655	1,595	1,827	2,450
Provision for Credit Losses	(106)	(159)	(10)	(10)	(4)	9	10	10	10	(275)	15	5	101
Non-interest Expenses	(266)	(231)	(291)	(249)	(254)	(243)	(191)	(225)	(267)	(788)	(688)	(937)	(1,013)
Provision for Income Taxes (TEB)	(262)	(129)	(103)	71	(97)	(49)	(33)	(76)	(107)	(494)	(179)	(108)	(413)
Net Income	470	328	300	44	297	255	191	229	280	1,098	743	787	1,125
Return on Economic Equity (%)	21.8	18.3	22.4	3.6	34.1	29.6	22.6	24.2	27.7	20.7	28.8	21.5	29.0
Net Interest Margin													
- as % of Average Total Assets	0.93	0.75	0.69	0.78	0.66	0.60	0.69	0.96	0.59	0.79	0.65	0.68	0.76
- as % of Average Earning Assets	1.22	1.02	0.97	1.00	0.82	0.76	0.86	1.16	0.69	1.07	0.81	0.86	0.89
Specific Provisions as a % of Average Loans & Acceptances (1)	1.10	0.87	0.07	0.10	0.04	(0.10)	(0.12)	(0.13)	(0.13)	0.65	(0.06)	(0.01)	(0.33)
Productivity Ratio (%)	24.1	27.3	41.3	107.3	39.0	45.2	47.2	43.3	41.5	29.7	43.1	51.3	41.3
Average Balances (\$B):													
Total Assets	180	189	194	169	162	167	157	150	156	188	162	164	152
Business Loans & Acceptances	56	66	67	58	57	54	48	41	43	63	53	54	42
Securities Purchased Under Resale Agreements	13	13	16	14	15	18	16	23	23	14	16	16	22
Securities -- Trading	57	49	46	52	56	58	58	57	63	50	57	56	60
-- Other	11	11	11	10	7	7	7	6	6	11	7	8	10
Deposits with Banks	11	11	10	8	6	6	8	7	6	11	7	7	6
Total Deposits	20	16	24	31	31	29	33	29	24	20	31	31	26
Employees	1,563	1,553	1,558	1,548	1,506	1,473	1,479	1,468	1,471				

(1) Corporate Banking only

BUSINESS SEGMENT PERFORMANCE -- OTHER (1)



(\$MM)	QUARTERLY TREND								YEAR-TO-DATE		FULL YEAR		
	2009			2008				2007		2009	2008	2008	2007
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
Net Interest Income (2)	(438)	(364)	(465)	(490)	(292)	(221)	(182)	(312)	(128)	(1,267)	(695)	(1,185)	(679)
Other Income	29	134	(8)	(133)	92	114	66	163	189	155	272	139	627
Total Revenue	(409)	(230)	(473)	(623)	(200)	(107)	(116)	(149)	61	(1,112)	(423)	(1,046)	(52)
Provision for Credit Losses	(100)	(27)	-	-	-	-	-	-	-	(127)	-	-	25
Non-interest Expenses	(42)	(27)	(13)	(3)	(23)	(46)	(21)	(58)	(35)	(82)	(90)	(93)	(143)
Provision for Income Taxes (2)	200	86	202	204	138	121	119	134	55	488	378	582	276
Net Income	(351)	(198)	(284)	(422)	(85)	(32)	(18)	(73)	81	(833)	(135)	(557)	106
Average Balances (\$B):													
Total Assets	46	44	51	39	37	37	34	31	32	47	36	37	31
Deposits with Banks	14	17	22	15	14	15	14	14	14	18	14	15	13
Securities	37	27	24	17	16	16	16	13	13	29	16	16	13
Total Deposits (3)	131	139	143	127	121	116	107	95	97	138	115	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
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
NET INTEREST MARGIN:													
Net Interest Income (TEB) (\$MM)	2,244	2,164	2,036	2,036	2,049	1,973	1,932	1,932	1,913	6,444	5,954	7,990	7,629
Net Interest Income (TEB) as % of Average Total Assets	1.76	1.71	1.53	1.68	1.79	1.76	1.79	1.87	1.86	1.66	1.78	1.75	1.89
Net Interest Income (TEB) as % of Average Earning Assets	2.04	2.01	1.81	1.93	2.03	2.03	2.04	2.11	2.07	1.95	2.03	2.00	2.11
TRADING REVENUE (TEB) (\$MM):													
Securities Trading	136	150	179	(55)	19	20	(11)	(1)	(2)	465	28	(27)	65
Foreign Exchange and Precious Metals Trading	123	143	184	124	77	92	91	91	85	450	260	384	323
Derivative and Other Trading	255	38	(106)	(8)	151	106	(1)	64	229	187	256	248	581
Total	514	331	257	61	247	218	79	154	312	1,102	544	605	969
Reported in Other Income (see Page 9)	387	235	180	(41)	150	123	(44)	(67)	217	802	229	188	450
Reported in Net Interest Income	127	96	77	102	97	95	123	221	95	300	315	417	519
Total	514	331	257	61	247	218	79	154	312	1,102	544	605	969
ASSETS UNDER ADMINISTRATION (\$B):													
Personal													
Retail Brokerage	72.0	65.1	65.0	74.3	75.5	75.2	76.8	77.4	77.9				
Investment Management and Trust	56.9	55.3	53.8	55.8	57.9	56.8	53.5	53.1	56.5				
	128.9	120.4	118.8	130.1	133.4	132.0	130.3	130.5	134.4				
Mutual Funds	29.4	26.6	25.5	27.9	29.7	26.0	25.1	24.8	24.5				
Institutional	49.6	49.8	47.5	45.1	44.3	44.3	39.8	39.8	39.9				
Total	207.9	196.8	191.8	203.1	207.4	202.3	195.2	195.1	198.8				
ASSETS UNDER MANAGEMENT (\$B):													
Personal	13.2	11.5	11.8	12.5	12.6	11.3	11.2	11.2	11.1				
Mutual Funds	21.3	18.9	17.9	19.6	20.6	17.1	16.0	15.9	15.9				
Institutional	5.3	5.0	4.6	4.6	4.6	4.5	4.5	4.3	4.0				
Total	39.8	35.4	34.3	36.7	37.8	32.9	31.7	31.4	31.0				

OTHER INCOME



(\$MM)	QUARTERLY TREND								YEAR-TO-DATE		FULL YEAR		
	2009			2008				2007		2009	2008	2008	2007
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
Card Revenues	104	105	113	107	102	93	95	92	92	322	290	397	366
Deposit and Payment Services													
Deposit Services	179	176	179	172	176	165	162	161	167	534	503	675	652
Other Payment Services	50	49	52	50	49	43	45	43	41	151	137	187	165
	229	225	231	222	225	208	207	204	208	685	640	862	817
Mutual Funds	104	63	80	78	83	78	78	78	77	247	239	317	296
Investment Management, Brokerage and Trust Services													
Retail Brokerage	129	118	122	133	140	131	134	135	139	369	405	538	553
Personal and Corporate Trust	32	30	33	32	32	33	29	28	31	95	94	126	120
Investment Management and Custody	24	24	23	24	24	25	23	22	22	71	72	96	87
	185	172	178	189	196	189	186	185	192	535	571	760	760
Credit Fees													
Commitment and Other Credit Fees	161	151	137	106	125	106	99	93	111	449	330	436	403
Acceptance Fees	57	52	48	36	39	34	34	33	32	157	107	143	127
	218	203	185	142	164	140	133	126	143	606	437	579	530
Trading Revenues	387	235	180	(41)	150	123	(44)	(67)	217	802	229	188	450
Investment Banking													
Underwriting Fees and Other Commissions	145	126	165	101	116	90	95	100	126	436	301	402	498
Foreign Exchange and Other	88	95	122	88	77	80	69	64	58	305	226	314	239
	233	221	287	189	193	170	164	164	184	741	527	716	737
Net Gain (Loss) on Securities, other than Trading	(155)	(133)	(144)	(543)	90	59	20	148	134	(432)	169	(374)	488
Securitization Revenues	71	219	98	45	30	39	16	9	(4)	388	85	130	34
Other	223	199	177	162	195	200	170	423	146	599	565	727	914
Total Other Income	1,599	1,509	1,385	550	1,428	1,299	1,025	1,362	1,389	4,493	3,752	4,302	5,392
% of Total Revenue (TEB)	41.6	41.1	40.5	21.3	41.1	39.7	34.7	41.3	42.1	41.1	38.7	35.0	41.4

NON-INTEREST EXPENSES



(\$MM)	QUARTERLY TREND								YEAR-TO-DATE		FULL YEAR		
	2009			2008				2007		2009	2008	2008	2007
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
Salaries and Employee Benefits													
Salaries	670	663	681	685	646	610	608	595	584	2,014	1,864	2,549	2,315
Stock-based Compensation	16	5	25	10	27	16	36	27	20	46	79	89	133
Other Performance-based Compensation	260	224	277	221	253	237	202	236	278	761	692	913	1,017
Pension and Other Employee Benefits	147	132	147	142	142	142	132	105	131	426	416	558	518
	1,093	1,024	1,130	1,058	1,068	1,005	978	963	1,013	3,247	3,051	4,109	3,983
Premises and Technology													
Net Premises Rent	60	62	57	57	55	55	50	50	50	179	160	217	197
Premises Repairs and Maintenance	20	22	24	24	22	20	17	22	17	66	59	83	75
Property Taxes	20	20	15	14	19	18	13	16	18	55	50	64	65
Computer Equipment, Software and Data Processing	169	165	174	182	161	158	149	170	148	508	468	650	603
Depreciation (1)	60	57	59	56	51	52	50	51	51	176	153	209	203
Other Premises Costs	53	53	59	49	53	50	42	48	46	165	145	194	192
	382	379	388	382	361	353	321	357	330	1,149	1,035	1,417	1,335
Communications													
Telecommunications	19	20	21	22	20	19	18	19	19	60	57	79	73
Stationery, Postage and Courier	67	69	69	67	62	61	57	57	57	205	180	247	227
	86	89	90	89	82	80	75	76	76	265	237	326	300
Advertising and Business Development													
Advertising and Promotion	42	45	51	64	50	51	41	60	42	138	142	206	193
Travel and Business Development	24	23	27	32	27	27	28	34	29	74	82	114	118
	66	68	78	96	77	78	69	94	71	212	224	320	311
Professional	47	53	54	59	55	68	45	81	53	154	168	227	227
Business and Capital Taxes													
Business Taxes	33	31	38	27	28	26	9	24	27	102	63	90	107
Capital Taxes	14	8	12	(3)	12	12	5	9	10	34	29	26	36
	47	39	50	24	40	38	14	33	37	136	92	116	143
Other													
Employee Training	4	5	7	14	8	10	11	18	13	16	29	43	53
Amortization of Intangibles (1)	23	26	23	28	20	18	17	17	16	72	55	83	64
Other	211	203	190	194	178	144	139	153	143	604	461	655	578
	238	234	220	236	206	172	167	188	172	692	545	781	695
Total Non-Interest Expenses	1,959	1,886	2,010	1,944	1,889	1,794	1,669	1,792	1,752	5,855	5,352	7,296	6,994
Productivity Ratio (TEB) (%)	51.0	51.4	58.7	75.2	54.3	54.8	56.5	54.4	53.0	53.5	55.1	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	
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3
Cash Resources	29,721	33,949	33,797	37,318	32,896	32,487	36,411	29,195	28,776
Securities - Trading	59,624	61,107	50,529	48,292	56,016	62,138	60,702	59,685	63,797
- Available for Sale	63,395	47,555	43,788	38,823	34,314	34,322	32,992	28,426	28,636
- Equity Accounted Investments	3,417	3,449	3,266	920	853	802	788	724	424
	126,436	112,111	97,583	88,035	91,183	97,262	94,482	88,835	92,857
Securities Purchased under Resale Agreements	14,166	14,838	14,182	19,451	17,774	15,323	20,362	22,542	26,834
Loans - Residential Mortgages	98,334	110,672	111,984	115,084	113,830	108,382	105,532	102,154	99,000
- Personal and Credit Cards	53,706	52,847	51,674	50,719	48,971	45,273	43,513	41,734	41,360
- Business and Government	108,054	124,248	130,182	125,503	111,921	104,928	101,389	85,500	84,778
- Sub-total	260,094	287,767	293,840	291,306	274,722	258,583	250,434	229,388	225,138
Allowance for Credit Losses	(2,982)	(2,828)	(2,706)	(2,626)	(2,477)	(2,490)	(2,451)	(2,241)	(2,423)
- Total Net Loans	257,112	284,939	291,134	288,680	272,245	256,093	247,983	227,147	222,715
Customers' Liability under Acceptances	10,941	11,801	13,144	11,969	11,497	11,782	12,518	11,538	10,289
Derivative Instruments	31,943	39,250	43,526	44,810	23,504	25,638	25,217	21,960	16,635
Land, Buildings and Equipment (1)	2,372	2,443	2,422	2,449	2,305	2,278	2,240	2,061	2,098
Goodwill	2,875	2,845	2,820	2,273	2,134	2,162	1,266	1,134	1,140
Other Intangible Assets (1)	541	549	561	521	524	491	493	483	485
Other Assets	9,749	10,842	10,660	12,119	8,345	9,057	8,450	6,615	6,286
Total Assets	485,856	513,567	509,829	507,625	462,407	452,573	449,422	411,510	408,115
Deposits - Personal	123,996	125,308	122,648	118,919	112,872	109,994	108,219	100,823	98,171
- Banks	20,612	26,531	25,035	27,095	28,358	35,566	32,806	26,406	32,146
- Business and Government	189,120	195,021	198,887	200,566	191,239	176,878	175,772	161,229	156,668
- Total	333,728	346,860	346,570	346,580	332,469	322,438	316,797	288,458	286,985
Other Liabilities									
- Securities Sold Under Repurchase Agreements	36,013	42,407	35,578	36,506	29,116	27,446	32,967	28,137	31,223
- Securities Sold Short	13,840	14,608	11,963	11,700	11,765	15,028	13,570	16,039	21,322
- Derivative Instruments	36,155	41,292	43,831	42,811	22,981	24,010	25,046	24,689	15,352
- Other	36,265	38,633	43,167	43,534	40,677	38,782	38,399	33,173	31,042
- Total	122,273	136,940	134,539	134,551	104,539	105,266	109,982	102,038	98,939
Subordinated Debentures	5,958	6,359	5,407	4,352	3,538	3,946	2,150	1,710	1,774
Capital Instrument Liabilities	500	500	500	500	500	500	500	500	750
Equity - Preferred Shares	3,710	3,710	3,710	2,860	2,560	2,210	1,865	1,635	1,290
- Common Shares and Contributed Surplus	4,768	4,629	4,496	3,829	3,728	3,643	3,614	3,566	3,521
- Retained Earnings	19,561	19,179	18,853	18,549	18,784	18,300	17,809	17,460	16,967
- Accumulated Other Comprehensive Income (Loss)	(4,642)	(4,610)	(4,246)	(3,596)	(3,711)	(3,730)	(3,295)	(3,857)	(2,111)
- Common Equity	19,687	19,198	19,103	18,782	18,801	18,213	18,128	17,169	18,377
- Total Equity	23,397	22,908	22,813	21,642	21,361	20,423	19,993	18,804	19,667
Total Liabilities and Shareholders' Equity	485,856	513,567	509,829	507,625	462,407	452,573	449,422	411,510	408,115

(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
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
Deposits with Other Banks	32,146	37,282	42,037	32,122	27,783	28,165	28,815	26,944	26,785	37,154	28,255	29,227	25,399
Securities - Trading	63,396	55,392	51,142	55,657	60,601	63,352	63,644	62,854	69,775	56,657	62,526	60,799	65,968
- Other	58,537	48,825	46,059	38,228	34,967	34,402	32,969	28,741	27,595	51,166	34,111	35,146	31,997
	121,933	104,217	97,201	93,885	95,568	97,754	96,613	91,595	97,370	107,823	96,637	95,945	97,965
Securities Purchased under Resale Agreements	16,421	17,490	22,158	19,009	18,461	21,730	19,471	26,461	26,877	18,702	19,874	19,656	25,826
Loans - Residential Mortgages	106,983	110,775	113,122	114,741	111,342	105,874	103,599	100,777	96,477	110,288	106,946	108,905	95,367
- Personal and Credit Cards	52,666	51,734	50,493	49,206	45,463	43,960	42,159	41,051	40,255	51,630	43,860	45,204	39,890
- Business and Government	106,600	119,856	121,582	111,038	103,198	98,701	86,995	76,838	78,765	115,971	96,281	99,991	77,320
- Total	266,249	282,365	285,197	274,985	260,003	248,535	232,753	218,666	215,497	277,889	247,087	254,100	212,577
Total Earning Assets	436,749	441,354	446,593	420,001	401,815	396,184	377,652	363,666	366,529	441,568	391,853	398,928	361,767
Customers' Liability under Acceptances	11,817	12,987	13,201	11,929	12,442	12,715	11,884	11,316	10,881	12,665	12,344	12,240	10,819
Other Assets	57,261	64,948	69,289	48,819	42,419	46,511	39,001	33,819	31,736	64,060	42,402	44,371	30,889
Total Assets	505,827	519,289	529,083	480,749	456,676	455,410	428,537	408,801	409,146	518,293	446,599	455,539	403,475
Deposits - Personal	123,663	123,733	120,430	112,687	111,948	108,072	102,729	97,544	96,542	122,596	107,579	108,863	96,140
- Banks	23,558	25,353	26,465	30,374	29,767	33,200	29,970	28,450	35,480	25,123	30,963	30,815	31,759
- Business and Government	198,667	200,172	211,220	195,877	185,561	177,637	170,561	164,171	155,615	203,388	177,922	182,435	154,808
- Total	345,888	349,258	358,115	338,938	327,276	318,909	303,260	290,165	287,637	351,107	316,464	322,113	282,707
Other Liabilities	130,253	141,127	144,013	116,049	104,092	112,919	103,753	96,999	98,737	138,661	106,696	109,441	98,665
Subordinated Debentures	6,033	5,544	4,469	3,741	3,894	2,906	1,738	1,749	2,191	5,347	2,845	3,071	2,137
Capital Instrument Liabilities	500	500	500	500	500	500	500	750	750	500	500	500	750
Shareholders' Equity													
- Preferred Shares	3,710	3,710	3,043	2,729	2,408	2,006	1,638	1,365	1,290	3,485	2,017	2,196	1,082
- Common Shares, Contributed Surplus, Retained Earnings and Accumulated Other Comprehensive Income (Loss)	19,443	19,150	18,943	18,792	18,506	18,170	17,648	17,773	18,541	19,193	18,077	18,218	18,134
- Total	23,153	22,860	21,986	21,521	20,914	20,176	19,286	19,138	19,831	22,678	20,094	20,414	19,216
Total Liabilities and Shareholders' Equity	505,827	519,289	529,083	480,749	456,676	455,410	428,537	408,801	409,146	518,293	446,599	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
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3				
Preferred Shares:													
Balance at Beginning of Period	3,710	3,710	2,860	2,560	2,210	1,865	1,635	1,290	1,290	2,860	1,635	1,635	600
Preferred Shares Issued	-	-	850	300	350	345	230	345	-	850	925	1,225	1,035
Balance at End of Period	3,710	3,710	3,710	2,860	2,560	2,210	1,865	1,635	1,290	3,710	2,560	2,860	1,635
Common Shares and Contributed Surplus:													
Balance at Beginning of Period	4,629	4,496	3,829	3,728	3,643	3,614	3,566	3,521	3,539	3,829	3,566	3,566	3,425
Common Shares Issued less Purchased for Cancellation	139	133	667	101	85	29	48	45	(18)	939	162	263	141
Balance at End of Period	4,768	4,629	4,496	3,829	3,728	3,643	3,614	3,566	3,521	4,768	3,728	3,829	3,566
Retained Earnings:													
Balance at Beginning of Period	19,179	18,853	18,549	18,784	18,300	17,809	17,460	16,967	16,763	18,549	17,460	17,460	15,843
Cumulative Effect of Adopting New Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	(61)
Adjusted Balance at Beginning of Period	19,179	18,853	18,549	18,784	18,300	17,809	17,460	16,967	16,763	18,549	17,460	17,460	15,782
Net Income	931	872	842	315	1,010	980	835	954	1,032	2,645	2,825	3,140	4,045
Dividends - Preferred	(49)	(51)	(37)	(32)	(32)	(22)	(21)	(16)	(16)	(137)	(75)	(107)	(51)
- Common	(499)	(497)	(493)	(485)	(485)	(463)	(463)	(442)	(445)	(1,489)	(1,411)	(1,896)	(1,720)
Premium on Purchase of Shares for Cancellation	-	-	-	(31)	(6)	-	-	-	(368)	-	(6)	(37)	(586)
Other	(1)	2	(8)	(2)	(3)	(4)	(2)	(3)	1	(7)	(9)	(11)	(10)
Balance at End of Period	19,561	19,179	18,853	18,549	18,784	18,300	17,809	17,460	16,967	19,561	18,784	18,549	17,460
Accumulated Other Comprehensive Income (Loss):													
Balance at Beginning of Period	(4,610)	(4,246)	(3,596)	(3,711)	(3,730)	(3,295)	(3,857)	(2,111)	(1,597)	(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)	(1,428)	(323)	(126)	1,375	193	(85)	885	(1,697)	(465)	(1,877)	993	2,368	(2,228)
Net Change in Unrealized Gains (Losses) on Available-for-Sale Securities	1,258	(51)	(386)	(1,075)	(243)	(210)	(60)	14	(146)	821	(513)	(1,588)	(67)
Net Change in Gains (Losses) on Derivative Instruments, designated as cash flow hedges	138	10	(138)	(185)	69	(140)	(263)	(63)	97	10	(334)	(519)	76
Total	(32)	(364)	(650)	115	19	(435)	562	(1,746)	(514)	(1,046)	146	261	(2,219)
Balance at End of Period	(4,642)	(4,610)	(4,246)	(3,596)	(3,711)	(3,730)	(3,295)	(3,857)	(2,111)	(4,642)	(3,711)	(3,596)	(3,857)
Total Shareholders' Equity at End of Period	23,397	22,908	22,813	21,642	21,361	20,423	19,993	18,804	19,667	23,397	21,361	21,642	18,804
Composition of Accumulated Other Comprehensive Income (Loss):													
Unrealized Foreign Currency Translation Gains (Losses)	(4,058)	(2,630)	(2,307)	(2,181)	(3,556)	(3,749)	(3,664)	(4,549)	(2,852)				
Unrealized Gains (Losses) on Available-for-Sale Securities	(128)	(1,386)	(1,335)	(949)	126	369	579	639	625				
Unrealized Gains (Losses) on Derivative Instruments, designated as cash flow hedges	(456)	(594)	(604)	(466)	(281)	(350)	(210)	53	116				
Total	(4,642)	(4,610)	(4,246)	(3,596)	(3,711)	(3,730)	(3,295)	(3,857)	(2,111)				

LOANS AND ACCEPTANCES BY TYPE OF BORROWER



(\$MM)	July 31, 2009		September 30, 2008	
	Balance	% of Total	Balance	% of Total
Personal				
Residential Mortgages	98.2	36.6	115.6	40.1
Credit Cards	9.0	3.3	10.8	3.7
Personal Loans	44.0	16.4	38.4	13.3
	151.2	56.3	164.8	57.1
Business & Government				
Financial Services	18.1	6.7	28.0	9.7
Wholesale and Retail	11.5	4.3	14.7	5.1
Real Estate and Construction	12.0	4.5	13.2	4.6
Oil and Gas	7.7	2.9	7.8	2.7
Transportation	7.9	3.0	7.4	2.6
Automotive	5.5	2.0	5.8	2.0
Agriculture	4.3	1.6	4.7	1.6
Government	3.3	1.2	3.0	1.1
Hotels and Leisure	4.9	1.8	4.2	1.4
Mining and Primary Metals	5.7	2.1	6.1	2.1
Utilities	6.4	2.4	4.4	1.5
Health Care	4.3	1.6	3.7	1.3
Telecommunications and Cable	4.8	1.8	4.3	1.5
Media	3.1	1.2	2.8	1.0
Chemical	3.7	1.4	3.1	1.1
Food and Beverage	4.1	1.5	2.7	0.9
Forest products	1.8	0.7	1.7	0.6
Other	9.3	3.5	7.4	2.6
	118.4	44.2	125.0	43.4
	269.6	100.5	289.8	100.5
General Allowance	(1.5)	(0.5)	(1.3)	(0.5)
Total Loans and Acceptances	268.1	100.0	288.5	100.0

Note: Current presentation has been modified slightly from prior year; comparative amounts have not been restated.

GROSS IMPAIRED LOANS BY BUSINESS SEGMENT



(\$MM)	QUARTERLY TREND								
	2009			2008				2007	
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3
GROSS IMPAIRED LOANS:									
<u>Canadian</u>									
Retail	796	747	621	523	472	444	422	391	362
Commercial	330	307	262	238	228	244	207	197	207
	1,126	1,054	883	761	700	688	629	588	569
<u>International</u>									
Retail	1,177	1,110	997	833	688	664	559	426	488
Commercial	1,143	994	919	776	674	604	566	471	576
	2,320	2,104	1,916	1,609	1,362	1,268	1,125	897	1,064
<u>Scotia Capital</u>									
Canada	174	165	-	-	-	24	48	18	18
U.S.A.	362	267	169	107	86	8	16	11	18
Europe	11	7	17	17	15	24	24	30	40
	547	439	186	124	101	56	88	59	76
Total Gross Impaired Loans	3,993	3,597	2,985	2,494	2,163	2,012	1,842	1,544	1,709
Specific Allowance for Credit Losses	(1,484)	(1,418)	(1,383)	(1,303)	(1,154)	(1,167)	(1,153)	(943)	(1,125)
Total Net Impaired Loans after Specific Allowance	2,509	2,179	1,602	1,191	1,009	845	689	601	584

CHANGES IN GROSS IMPAIRED LOANS BY BUSINESS SEGMENT



(\$MM)	QUARTERLY TREND									
	2009			2008				2007		
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	
Balance at Beginning of Period	3,597	2,985	2,494	2,163	2,012	1,842	1,544	1,709	1,786	
Acquisition of Subsidiaries										
Canadian Retail	-	-	-	-	-	-	-	-	-	
Canadian Commercial	-	-	-	-	-	-	-	-	-	
International Retail	-	-	-	38	-	65	108	-	-	
International Commercial	-	-	-	-	-	10	120	-	-	
Scotia Capital	-	-	-	-	-	-	-	-	-	
Total	-	-	-	38	-	75	228	-	-	
Net Classifications										
<u>Canadian Retail</u>										
New Classifications	409	436	328	277	234	242	224	234	193	
Declassifications, Payments and Sales	(242)	(190)	(110)	(129)	(119)	(128)	(108)	(127)	(116)	
Net Classifications	167	246	218	148	115	114	116	107	77	
<u>Canadian Commercial</u>										
New Classifications	91	115	31	39	47	50	33	30	9	
Declassifications, Payments and Sales	(24)	(17)	-	(14)	(32)	(10)	(13)	(22)	(8)	
Net Classifications	67	98	31	25	15	40	20	8	1	
<u>International Retail</u>										
New Classifications	276	266	336	215	106	110	103	56	97	
Declassifications, Payments and Sales	-	(2)	-	(1)	(3)	(2)	(15)	(7)	(3)	
Net Classifications	276	264	336	214	103	108	88	49	94	
<u>International Commercial</u>										
New Classifications	278	97	142	78	159	68	23	21	20	
Declassifications, Payments and Sales	(46)	(4)	(9)	(15)	(65)	(41)	(64)	(16)	(21)	
Net Classifications	232	93	133	63	94	27	(41)	5	(1)	
<u>Scotia Capital</u>										
New Classifications	205	316	60	6	83	-	61	1	1	
Declassifications, Payments and Sales	(44)	(13)	-	-	(33)	(26)	(28)	(12)	(25)	
Net Classifications	161	303	60	6	50	(26)	33	(11)	(24)	
Total	903	1,004	778	456	377	263	216	158	147	
Write-offs										
Canadian Retail	(138)	(120)	(120)	(97)	(87)	(92)	(85)	(78)	(81)	
Canadian Commercial	(25)	(53)	(7)	(15)	(31)	(3)	(10)	(18)	(22)	
International Retail	(184)	(169)	(130)	(140)	(73)	(84)	(78)	(68)	(73)	
International Commercial	(18)	(9)	(26)	(26)	(21)	(4)	(14)	(51)	(2)	
Scotia Capital	(12)	(46)	-	-	(6)	(7)	(7)	-	(1)	
Total	(377)	(397)	(283)	(278)	(218)	(190)	(194)	(215)	(179)	
Forex										
International Retail	(24)	18	(42)	33	(6)	16	15	(43)	(19)	
International Commercial	(65)	(9)	36	65	(3)	5	30	(59)	(23)	
Scotia Capital	(41)	(4)	2	17	1	1	3	(6)	(3)	
Total	(130)	5	(4)	115	(8)	22	48	(108)	(45)	
Balance at End of Period	3,993	3,597	2,985	2,494	2,163	2,012	1,842	1,544	1,709	

NET IMPAIRED LOANS BY BUSINESS SEGMENT AND ALLOWANCE FOR CREDIT LOSSES

(\$MM)	QUARTERLY TREND									
	2009			2008				2007		
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	
NET IMPAIRED LOANS:										
<u>Canadian</u>										
Retail	481	445	334	243	198	171	148	139	120	
Commercial	183	170	115	111	110	120	96	90	88	
	664	615	449	354	308	291	244	229	208	
<u>International</u>										
Retail	605	500	362	273	249	234	173	115	137	
Commercial	906	740	657	481	377	291	219	245	220	
	1,511	1,240	1,019	754	626	525	392	360	357	
<u>Scotia Capital</u>										
Canada	99	130	-	-	-	18	36	2	2	
U.S.A.	228	191	131	80	72	4	10	4	3	
Europe	7	3	3	3	3	7	7	6	14	
	334	324	134	83	75	29	53	12	19	
Total Net Impaired Loans after Specific Allowance	2,509	2,179	1,602	1,191	1,009	845	689	601	584	
Coverage Ratio (%) (1)	74.7	78.6	90.6	105.3	114.5	123.8	134.9	145.1	141.8	
ALLOWANCE FOR CREDIT LOSSES:										
Balance, Beginning of Period	2,836	2,714	2,634	2,485	2,498	2,462	2,252	2,433	2,516	
Acquisition of Subsidiaries	9	-	-	89	(6)	(3)	177	1	10	
Write-offs	(377)	(397)	(283)	(278)	(218)	(190)	(194)	(215)	(179)	
Recoveries	52	48	59	77	52	51	51	50	38	
Provision for Credit Losses	554	489	281	207	159	153	111	95	92	
Foreign Currency Adjustment and Other	(87)	(18)	23	54	-	25	65	(112)	(44)	
Balance, End of Period	2,987	2,836	2,714	2,634	2,485	2,498	2,462	2,252	2,433	
<u>Comprised of:</u>										
Specific Allowance	1,484	1,418	1,383	1,303	1,154	1,167	1,153	943	1,125	
Sectoral Allowance	48	60	-	-	-	-	-	-	-	
General Allowance	1,450	1,350	1,323	1,323	1,323	1,323	1,298	1,298	1,298	
Other Liabilities	5	8	8	8	8	8	11	11	10	
Total Allowance for Credit Losses	2,987	2,836	2,714	2,634	2,485	2,498	2,462	2,252	2,433	

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

IMPAIRED LOANS BY TYPE OF BORROWER



(\$MM)	July 31, 2009			October 31, 2008		
	Gross	Specific Allowance for Credit Losses	Net	Gross	Specific Allowance for Credit Losses	Net
Personal						
Residential Mortgages	1,006	245	761	664	232	432
Other Personal Loans	967	642	325	692	608	84
	1,973	887	1,086	1,356	840	516
Business & Government						
Financial Services	302	127	175	41	28	13
Wholesale and Retail	223	82	141	125	65	60
Real Estate and Construction	510	97	413	288	72	216
Oil and Gas	74	14	60	110	11	99
Transportation	49	20	29	42	25	17
Automotive	93	25	68	31	3	28
Agriculture	91	25	66	84	58	26
Government	16	4	12	3	30	(27)
Hotels and Leisure	211	7	204	132	8	124
Mining and Primary Metals	21	6	15	33	18	15
Utilities	1	1	-	-	-	-
Health Care	30	8	22	11	5	6
Telecommunications and Cable	35	15	20	16	9	7
Media	101	46	55	9	8	1
Chemical	11	4	7	10	2	8
Food and Beverage	37	14	23	16	5	11
Forest products	30	12	18	20	8	12
Other	185	90	95	167	108	59
	2,020	597	1,423	1,138	463	675
Total	3,993	1,484	2,509	2,494	1,303	1,191

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>	July 31/09 <u>Total</u>	Apr. 30/09 <u>Total</u>	July 31/08 <u>Total</u>
ASIA									
South Korea	1,490	524	-	426	-	247	2,687	2,755	2,346
Japan	564	33	13	76	-	57	743	834	887
India	1,637	668	-	238	-	45	2,588	2,507	2,684
Malaysia	600	51	-	254	163	14	1,082	1,151	1,192
Hong Kong	432	98	-	389	-	44	963	1,038	1,223
China	904	1,233	39	68	-	3	2,247	2,122	2,052
Thailand	161	8	-	116	451	-	736	624	372
Other (2)	592	220	90	230	-	2	1,134	1,006	1,113
Total	6,380	2,835	142	1,797	614	412	12,180	12,037	11,869
LATIN AMERICA									
Mexico	1,647	93	-	470	1,886	196	4,292	4,210	4,350
Chile	918	71	-	1	1,643	2	2,635	2,438	2,428
Brazil	451	619	-	259	-	4	1,333	1,411	1,529
Peru	177	91	-	6	1,263	19	1,556	1,457	1,328
El Salvador	266	3	-	-	363	-	632	662	708
Costa Rica	910	72	-	-	414	-	1,396	1,498	1,295
Venezuela	6	-	-	-	107	-	113	104	99
Other (3)	1,032	57	13	20	-	18	1,140	1,186	1,025
Total	5,407	1,006	13	756	5,676	239	13,097	12,966	12,762

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

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

(3) includes Colombia, Panama and Uruguay.

ASSET SECURITIZATION, RESERVES AND INTEREST RATE SENSITIVITY



	QUARTERLY TREND									
	Q3	2009			2008				2007	
		Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	
ASSET SECURITIZATION (\$MM):										
Balance, Beginning of Period	19,090	16,666	13,022	11,650	11,909	11,450	12,045	12,103	11,988	
Securitizations	2,006	4,420	4,827	2,577	900	1,142	555	1,010	1,351	
Paydowns/Maturities	(2,426)	(1,996)	(1,183)	(1,205)	(1,159)	(683)	(1,150)	(1,068)	(1,236)	
Balance, End of Period										
Personal Loans	207	217	226	235	249	265	285	414	452	
Mortgages	18,463	18,873	16,440	12,787	11,401	11,644	11,165	11,631	11,651	
	18,670	19,090	16,666	13,022	11,650	11,909	11,450	12,045	12,103	

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

Bonds of Emerging Markets	456	375	336	237	345	493	547	530	527
Other Fixed Income	(386)	(1,555)	(1,464)	(1,194)	(292)	(179)	89	(14)	(103)
Common and Preferred Shares	(25)	(328)	(445)	(271)	140	257	259	456	536
	45	(1,508)	(1,573)	(1,228)	193	571	895	972	960
Net Fair Value of Derivative Instruments and Other Hedge Amounts	(162)	(319)	(257)	(92)	14	(16)	(40)	5	20
Net Unrealized Gains (Losses)	(117)	(1,827)	(1,830)	(1,320)	207	555	855	977	980

INTEREST RATE SENSITIVITY (\$B):

July 31, 2009

	Within 3 Months	3 to 12 Months	Cumulative Under 1 Year	Over 1 Year	Non-Interest Rate Sensitive
Canadian Currency Gap	34.4	(17.5)	16.9	(10.3)	(6.6)
Foreign Currency Gap	4.7	(8.1)	(3.4)	16.6	(13.2)
Total Currency Gap	39.1	(25.6)	13.5	6.3	(19.8)

() denotes liability gap

Note: Based on the Bank's interest rate positions as at July 31, 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 \$142MM over the next 12 months, and lower common shareholders' equity, in present value terms, by approximately \$253MM. 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 \$236MM.

Basel II Appendix



July 31, 2009

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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 types 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)	2009			2008			
	Q3	Q2	Q1	Q4	Q3	Q2	Q1
REGULATORY CAPITAL:							
Common Shares, Contributed Surplus & Retained Earnings	24,329	23,808	23,349	22,378	22,512	21,943	21,423
Accumulated Foreign Currency Translation Losses	(4,058)	(2,630)	(2,307)	(2,181)	(3,556)	(3,749)	(3,664)
Non-Cumulative Preferred Shares	3,710	3,710	3,710	2,860	2,560	2,210	1,865
Innovative Capital Instruments	3,400	2,750	2,750	2,750	2,750	2,750	2,750
Accumulated Net Unrealized Losses (after-tax) on Available-For-Sale Equity Securities	(26)	(245)	(315)	(195)	-	-	-
Non-Controlling Interest in Subsidiaries	520	536	549	502	455	588	548
Gross Tier 1 Capital	27,875	27,929	27,736	26,114	24,721	23,742	22,922
Goodwill and Excess Intangibles	(2,875)	(2,845)	(2,820)	(2,273)	(2,134)	(2,162)	(1,266)
Other Capital Deductions ⁽¹⁾	(1,938)	(1,951)	(2,077)	(578)	(512)	(507)	(490)
Net Tier 1 Capital	23,062	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
Subordinated Debentures (net of amortization) ⁽²⁾	6,908	7,309	6,357	5,227	4,234	4,659	2,859
Eligible Allowance for Credit Losses ⁽³⁾	570	546	520	534	747	783	754
Tier 2 Capital	7,478	7,855	6,877	5,761	5,103	5,642	3,774
Other Capital Deductions ⁽⁴⁾	(2,371)	(2,378)	(2,338)	(1,177)	(1,134)	(1,127)	(1,066)
Total Regulatory Capital	28,169	28,610	27,378	27,847	26,044	25,588	23,874
CHANGES IN REGULATORY CAPITAL:							
Total Capital, Beginning of Period	28,610	27,378	27,847	26,044	25,588	23,874	22,321
Internally Generated Capital							
Net Income	931	872	842	315	1,010	980	835
Preferred and Common Share Dividends	(548)	(548)	(530)	(517)	(517)	(485)	(484)
	383	324	312	(202)	493	495	351
External Financing							
Subordinated Debentures (net of Amortization) ⁽²⁾	(401)	952	1,130	993	(425)	1,800	407
Innovative Capital Instruments	650	-	-	-	-	-	-
Preferred Shares	-	-	850	300	350	345	230
Common Shares Issued less Purchased for Cancellation	139	133	667	101	85	29	48
Premium on Purchase of Shares for Cancellation	-	-	-	(31)	(6)	-	-
	388	1,085	2,647	1,363	4	2,174	685
Other							
Net Change in Foreign Currency Translation Gains / (Losses)	(1,428)	(323)	(126)	1,375	193	(85)	885
Net Change in Net Unrealized Gains / Losses (after-tax) on Available-For-Sale Equity Securities	219	70	(120)	(317)	(78)	39	(137)
Non-controlling Interest in Subsidiaries	(16)	(13)	47	47	(133)	40	51
Other ⁽⁵⁾	13	89	(3,229)	(463)	(23)	(949)	(282)
	(1,212)	(177)	(3,428)	642	(41)	(955)	517
Total Capital Generated / (Used)	(441)	1,232	(469)	1,803	456	1,714	1,553
Total Capital, End of Period	28,169	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 and 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, insurance entities and securitization related deductions.

RISK-WEIGHTED ASSETS AND CAPITAL RATIOS



(\$B)

	2009			2008			
	Q3	Q2	Q1	Q4	Q3	Q2	Q1
<u>RISK-WEIGHTED ASSETS:</u>							
On- Balance Sheet Assets ⁽¹⁾							
Cash Resources	2.1	2.6	3.0	3.7	4.6	4.6	6.4
Securities	15.8	18.3	13.9	14.5	13.9	12.6	11.1
Residential Mortgages	9.5	10.4	10.5	9.4	8.8	8.2	8.0
Loans & Acceptances							
- Personal Loans	19.8	19.9	19.9	18.6	17.8	15.8	14.4
- Non-Personal Loans & Acceptances	83.4	93.5	96.2	95.2	82.4	80.7	75.7
All Other	12.7	13.4	12.9	14.9	12.1	12.0	11.2
	143.3	158.1	156.4	156.3	139.6	133.9	126.8
Off- Balance Sheet Assets							
Indirect Credit Instruments	32.0	36.5	37.1	41.6	38.4	37.1	39.7
Derivative Instruments	7.5	8.9	9.9	9.7	7.9	8.1	10.7
	39.5	45.4	47.0	51.3	46.3	45.2	50.4
Total Credit Risk before AIRB scaling factor ⁽²⁾	182.8	203.5	203.4	207.6	185.9	179.1	177.2
AIRB Scaling factor ⁽³⁾	6.2	6.9	6.8	6.9	6.3	6.2	6.0
Total Credit Risk after AIRB scaling factor	189.0	210.4	210.2	214.5	192.2	185.3	183.2
Market Risk - Risk Assets Equivalent	10.7	10.1	8.7	15.5	13.5	13.8	12.9
Operational Risk - Risk Assets Equivalent	21.8	21.3	20.8	20.6	20.1	19.8	19.6
Total Risk-Weighted Assets (before Transitional Adjustment)	221.5	241.8	239.7	250.6	225.8	218.9	215.7
Transitional Adjustment	-	-	-	-	-	-	19.2
Total Risk-Weighted Assets	221.5	241.8	239.7	250.6	225.8	218.9	234.9
<u>RISK-WEIGHTED CAPITAL RATIOS (%):</u>							
Tier I	10.4	9.6	9.5	9.3	9.8	9.6	9.0
Total	12.7	11.8	11.4	11.1	11.5	11.7	10.2
Tangible Common Equity	8.0	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 requires 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		Q3 2009						Q2 2009	
		AIRB		Standardized		Total		Total	
Type	Sub-type	EAD ⁽¹⁾	RWA ⁽²⁾	EAD ⁽¹⁾	RWA ⁽²⁾	EAD ⁽¹⁾	RWA ⁽²⁾	EAD ⁽¹⁾	RWA ⁽²⁾
Non-Retail									
Corporate	Drawn	57,923	40,166	45,650	43,964	103,573	84,130	118,589	95,391
	Undrawn	33,553	15,727	3,172	3,171	36,725	18,898	38,769	20,451
	Other ⁽³⁾	11,609	4,697	1,784	1,693	13,393	6,390	15,697	7,570
	Total	103,085	60,590	50,606	48,828	153,691	109,418	173,055	123,412
Bank	Drawn	15,997	4,081	7,602	2,190	23,599	6,271	26,896	6,890
	Undrawn	13,498	2,388	57	12	13,555	2,400	14,832	2,804
	Other ⁽³⁾	13,420	2,132	402	199	13,822	2,331	15,523	2,815
	Total	42,915	8,601	8,061	2,401	50,976	11,002	57,251	12,509
Sovereign	Drawn	25,894	228	10,830	2,113	36,724	2,341	36,721	3,035
	Undrawn	820	57	43	35	863	92	933	109
	Other ⁽³⁾	763	15	9	3	772	18	645	1
	Total	27,477	300	10,882	2,151	38,359	2,451	38,299	3,145
Total Non-Retail	Drawn	99,814	44,475	64,082	48,267	163,896	92,742	182,206	105,316
	Undrawn	47,871	18,172	3,272	3,218	51,143	21,390	54,534	23,364
	Other ⁽³⁾	25,792	6,844	2,195	1,895	27,987	8,739	31,865	10,386
	Total	173,477	69,491	69,549	53,380	243,026	122,871	268,605	139,066
Retail									
Residential Mortgages	Drawn	105,361	3,945	12,805	5,583	118,166	9,528	115,544	10,369
	Undrawn	5,461	88	-	-	5,461	88	3,997	54
	Total	110,822	4,033	12,805	5,583	123,627	9,616	119,541	10,423
Home Equity Lines Of Credit (HELOCs)	Drawn	17,718	692	-	-	17,718	692	16,998	674
	Undrawn	6	1	-	-	6	1	8	1
	Total	17,724	693	-	-	17,724	693	17,006	675
Qualifying Revolving Retail Exposures (QRRE)	Drawn	12,821	5,217	-	-	12,821	5,217	12,541	5,064
	Undrawn	5,530	776	-	-	5,530	776	5,316	745
	Total	18,351	5,993	-	-	18,351	5,993	17,857	5,809
Other Retail	Drawn	11,203	5,595	11,427	8,265	22,630	13,860	22,704	14,162
	Undrawn	74	56	159	119	233	175	253	191
	Total	11,277	5,651	11,586	8,384	22,863	14,035	22,957	14,353
Total Retail	Drawn	147,103	15,449	24,232	13,848	171,335	29,297	167,787	30,269
	Undrawn	11,071	921	159	119	11,230	1,040	9,574	991
	Total	158,174	16,370	24,391	13,967	182,565	30,337	177,361	31,260
Securitizations		20,561	4,953	-	-	20,561	4,953	24,294	6,540
Trading Derivatives		19,291	7,199	-	-	19,291	7,199	21,237	8,552
Total Credit Risk (Excluding Equities & Other Assets)		371,503	98,013	93,940	67,347	465,443	165,360	491,497	185,418
Equities		2,992	5,497	-	-	2,992	5,497	2,989	5,581
Other Assets		-	-	24,809	11,923	24,809	11,923	24,188	12,572
Total Credit Risk (Before Scaling Factor)		374,495	103,510	118,749	79,270	493,244	182,780	518,674	203,571
Add-on for 6% Scaling Factor ⁽⁴⁾		n/a	6,211	n/a	-	n/a	6,211	n/a	6,862
Total Credit Risk		374,495	109,721	118,749	79,270	493,244	188,991	518,674	210,433

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

(2) Risk-Weighted Assets

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

(4) Basel II Framework's scaling factor (6%) on risk-weighted assets for AIRB credit risk portfolios.

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



(\$MM)

Basel II Exposure		2009		2008							
		Q1		Q4		Q3		Q2		Q1	
Type	Sub-type	EAD ⁽¹⁾	RWA ⁽²⁾	EAD ⁽¹⁾	RWA ⁽²⁾	EAD ⁽¹⁾	RWA ⁽²⁾	EAD ⁽¹⁾	RWA ⁽²⁾	EAD ⁽¹⁾	RWA ⁽²⁾
Non-Retail											
Corporate	Drawn	123,868	96,292	117,649	95,688	103,234	82,970	101,062	80,113	95,732	76,546
	Undrawn	39,403	20,685	43,943	24,886	40,781	23,031	40,649	23,161	42,569	26,231
	Other ⁽³⁾	16,908	8,004	16,856	8,615	16,053	8,438	15,029	7,771	14,531	7,467
	Total	180,179	124,981	178,448	129,189	160,068	114,439	156,740	111,045	152,832	110,244
Bank	Drawn	31,783	7,042	32,986	7,284	34,675	7,430	33,132	7,798	38,861	8,317
	Undrawn	16,201	2,827	16,586	3,056	14,864	2,809	15,178	3,048	15,449	3,093
	Other ⁽³⁾	16,013	2,610	16,587	2,860	16,350	2,707	15,215	2,562	14,080	2,413
	Total	63,997	12,479	66,159	13,200	65,889	12,946	63,525	13,408	68,390	13,823
Sovereign	Drawn	26,517	2,407	24,626	2,533	15,327	3,454	14,139	2,909	13,175	3,308
	Undrawn	1,169	215	1,270	210	1,326	127	1,161	98	1,065	215
	Other ⁽³⁾	779	5	1,280	67	296	8	452	8	1,074	11
	Total	28,465	2,627	27,176	2,810	16,949	3,589	15,752	3,015	15,314	3,534
Total Non-retail		182,168	105,741	175,261	105,505	153,236	93,854	148,333	90,820	147,768	88,171
	Undrawn	56,773	23,727	61,799	28,152	56,971	25,967	56,988	26,307	59,083	29,539
	Other ⁽³⁾	33,700	10,619	34,723	11,542	32,699	11,153	30,696	10,341	29,685	9,891
	Total	272,641	140,087	271,783	145,199	242,906	130,974	236,017	127,468	236,536	127,601
Retail											
Residential Mortgages	Drawn	118,044	10,521	120,709	9,409	113,014	8,824	107,494	8,151	105,290	8,023
	Undrawn	3,798	125	3,292	33	2,489	33	3,794	42	1,717	30
	Total	121,842	10,646	124,001	9,442	115,503	8,857	111,288	8,193	107,007	8,053
Home Equity Lines of Credit (HELOCs)	Drawn	15,650	728	14,644	544	14,029	469	13,437	457	12,832	479
	Undrawn	0	0	0	0	21	3	0	0	0	0
	Total	15,650	728	14,644	544	14,050	472	13,437	457	12,832	479
Qualifying Revolving Retail Exposures (QRRE)	Drawn	12,234	4,755	12,051	4,005	11,863	3,830	11,741	3,818	11,569	3,890
	Undrawn	8,022	810	7,076	756	8,004	784	8,076	747	7,008	702
	Total	20,256	5,565	19,127	4,761	19,867	4,614	19,817	4,565	18,577	4,592
Other Retail	Drawn	23,148	14,450	23,453	14,087	22,607	13,546	19,650	11,507	18,827	10,028
	Undrawn	257	198	243	187	162	122	136	102	111	85
	Total	23,405	14,648	23,696	14,274	22,769	13,668	19,786	11,609	18,938	10,113
Total Retail		169,076	30,454	170,857	28,045	161,513	26,669	152,322	23,933	148,518	22,420
	Undrawn	12,077	1,133	10,611	976	10,676	942	12,006	891	8,836	817
	Total	181,153	31,587	181,468	29,021	172,189	27,611	164,328	24,824	157,354	23,237
Securitizations		26,646	4,290	28,539	4,354	32,098	4,603	33,613	3,925	34,835	3,763
Trading Derivatives		26,506	9,531	24,451	8,595	19,252	7,125	21,773	7,735	21,932	9,621
Total Credit risk (excl. Equities & Other Assets)		506,946	185,495	506,241	187,169	466,445	170,313	455,731	163,952	450,657	164,222
Equities		3,072	5,614	3,375	6,142	2,911	5,116	2,848	4,538	2,633	3,316
Other Assets		23,690	12,272	21,929	14,215	19,773	10,516	19,067	10,652	17,778	9,708
Total Credit Risk (before Scaling Factor)		533,708	203,381	531,545	207,526	489,129	185,945	477,646	179,142	471,068	177,246
Add-on for 6% scaling factor ⁽⁴⁾		n/a	6,801	n/a	6,946	n/a	6,247	n/a	6,104	n/a	5,963
Total Credit Risk		533,708	210,182	531,545	214,472	489,129	192,192	477,646	185,246	471,068	183,209

(1) Before credit risk mitigation for AIRB exposures, after related allowances for credit losses for Standardized exposures
 (2) Risk-Weighted Assets
 (3) Includes lending instruments such as letters of credit and letters of guarantee and OTC derivatives and repo-style exposures, net of related collateral
 (4) Basel II Framework's scaling factor (6%) on risk-weighted assets for AIRB credit risk portfolios.

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



(\$MM)	Q3 2009				Q2 2009			
	Drawn	Undrawn	Other ⁽³⁾	Total	Drawn	Undrawn	Other ⁽³⁾	Total
Canada	208,925	41,772	29,132	279,829	208,069	40,939	31,297	280,305
USA	28,819	15,118	26,903	70,840	33,174	17,136	31,429	81,739
Mexico	11,391	194	930	12,515	12,496	223	1,049	13,768
Other International								
Europe	20,445	1,997	6,097	28,539	24,603	2,190	7,752	34,545
Caribbean	24,253	1,248	2,090	27,591	26,890	1,504	2,488	30,882
Latin America (excl. Mexico)	20,826	884	897	22,607	22,793	974	1,105	24,872
All Other	20,572	1,160	1,790	23,522	21,968	1,142	2,276	25,386
Total	335,231	62,373	67,839	465,443	349,993	64,108	77,396	491,497

	Q1 2009	Q4 2008	Q3 2008
	Total	Total	Total
Canada	280,829	278,770	270,162
USA	89,149	89,451	71,618
Mexico	14,408	15,137	15,443
Other International			
Europe	38,391	39,486	36,848
Caribbean	32,098	30,788	25,856
Latin America (excl. Mexico)	25,049	22,653	20,686
All Other	27,022	29,956	25,711
Total	506,946	506,241	466,324

(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 and 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)	Q3 2009				Q2 2009			
	Drawn	Undrawn	Other ⁽³⁾	Total	Drawn	Undrawn	Other ⁽³⁾	Total
Non-Retail								
Less than 1 year	34,333	16,646	26,198	77,177	46,727	27,013	33,841	107,581
1 to 5 years	58,012	30,414	33,815	122,241	54,961	22,462	34,378	111,801
Over 5 Years	7,469	811	5,631	13,911	10,841	1,179	6,358	18,378
Total Non-Retail	99,814	47,871	65,644	213,329	112,529	50,654	74,577	237,760
Retail								
Less than 1 year	14,384	5,541	-	19,925	14,889	4,024	-	18,913
1 to 5 years	98,629	-	-	98,629	84,910	-	-	84,910
Over 5 Years	2,328	-	-	2,328	1,917	-	-	1,917
Revolving Credits ⁽⁴⁾	31,762	5,530	-	37,292	30,739	5,324	-	36,063
Total Retail	147,103	11,071	-	158,174	132,455	9,348	-	141,803
Total	246,917	58,942	65,644	371,503	244,984	60,002	74,577	379,563

	Q1 2009				Q4 2008			
	Drawn	Undrawn	Other ⁽³⁾	Total	Drawn	Undrawn	Other ⁽³⁾	Total
Non-Retail								
Less than 1 year	51,498	29,261	38,708	119,467	43,663	21,306	37,508	102,477
1 to 5 years	50,688	22,304	38,848	111,840	50,000	34,386	41,232	125,618
Over 5 Years	8,954	1,141	6,324	16,419	10,975	1,610	6,065	18,650
Total Non-Retail	111,140	52,706	83,880	247,726	104,638	57,302	84,805	246,745
Retail								
Less than 1 year	15,529	3,835	-	19,364	13,710	3,315	-	17,025
1 to 5 years	85,703	-	-	85,703	90,120	-	-	90,120
Over 5 Years	1,870	-	-	1,870	1,782	-	-	1,782
Revolving Credits ⁽⁴⁾	29,041	8,022	-	37,063	27,849	7,076	-	34,925
Total Retail	132,143	11,857	-	144,000	133,461	10,391	-	143,852
Total	243,283	64,563	83,880	391,726	238,099	67,693	84,805	390,597

(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 collaterals

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

CREDIT RISK EXPOSURES BY RISK WEIGHT - STANDARDIZED APPROACH



EXPOSURE AT DEFAULT⁽¹⁾

Risk Weight	Q3 2009							Q2 2009						
	Non-Retail				Retail			Non-Retail				Retail		
	Corporate	Bank	Sovereign	Total	Res Mtgs	Other Retail	Total	Corporate	Bank	Sovereign	Total	Res Mtgs	Other Retail	Total
0%	777	676	7,341	8,794	75	239	314	807	561	7,889	9,257	5,679	260	5,939
20%	1,124	6,217	1,739	9,080	-	-	-	228	5,999	2,228	8,455	-	-	-
35%	-	-	-	-	10,118	524	10,642	-	-	-	-	14,263	612	14,875
50%	368	20	-	388	-	-	-	324	31	-	355	-	-	-
75%	-	-	-	-	2,280	10,664	12,944	-	-	-	-	2,211	12,039	14,250
100%	48,175	1,148	1,802	51,125	332	70	402	54,296	1,582	2,391	58,269	298	105	403
150%	162	-	-	162	-	89	89	40	-	-	40	-	91	91
Total	50,606	8,061	10,882	69,549	12,805	11,586	24,391	55,695	8,173	12,508	76,376	22,451	13,107	35,558

Risk Weight	Q1 2009		Q4 2008		Q3 2008		Q2 2008		Q1 2008	
	Non-Retail	Retail	Non-Retail	Retail	Non-Retail	Retail	Non-Retail	Retail	Non-Retail	Retail
0%	9,710	6,899	9,353	7,358	8,480	5,295	8,162	4,541	9,053	5,489
20%	9,362	-	10,035	-	9,578	-	7,049	-	6,432	-
35%	-	15,017	-	14,818	-	14,502	-	13,304	-	12,947
50%	281	-	10	-	21	-	19	-	545	-
75%	-	14,872	-	15,102	-	14,345	-	11,805	-	9,842
100%	58,271	306	58,579	284	53,209	259	51,565	175	54,252	288
150%	443	59	51	54	45	10	33	22	81	13
Total	78,067	37,153	78,028	37,616	71,333	34,411	66,828	29,847	70,363	28,579

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

NON-RETAIL AIRB PORTFOLIO - CREDIT QUALITY

(\$MM) Category of Internal Grades ⁽¹⁾	Q3 2009				Q2 2009				Q1 2009				Q4 2008			
	EAD ^(2,6) \$	PD ^(3,6) %	LGD ^(4,6) %	RW ^(5,6) %	EAD ⁽²⁾ \$	PD ^(3,6) %	LGD ^(4,6) %	RW ^(5,6) %	EAD ⁽²⁾ \$	PD ^(3,6) %	LGD ^(4,6) %	RW ^(5,6) %	EAD ⁽²⁾ \$	PD ^(3,6) %	LGD ^(4,6) %	RW ^(5,6) %
Investment Grade	180,488	0.11	27	18	187,532	0.12	29	20	197,384	0.13	30	21	196,911	0.13	31	23
Non-Investment Grade	46,783	0.85	39	66	52,753	0.85	40	67	53,568	0.77	37	67	54,567	0.82	43	75
Watch List	4,768	22.41	40	203	5,141	23.92	39	202	4,223	23.50	39	202	2,735	24.41	44	229
Default	1,452	100.00	43	268	1,221	100.00	43	318	618	100.00	46	447	297	100.00	53	546
Total	233,491	1.33	30	31	246,647	1.27	32	35	255,793	0.89	31	35	254,510	0.65	34	37

(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 no-retail exposures except securitization; includes government guaranteed residential mortgages.

(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) Weighted averages provided based on exposure at default (EAD) for estimated weightings.

(7) EAD for defaulted exposures before related specific provisions and write-offs.

NON-RETAIL AIRB PORTFOLIO - UNDRAWN CREDIT COMMITMENTS

(\$MM) Exposure Type	Q3 2009		Q2 2009		Q1 2009		Q4 2008	
	Notional Undrawn	Weighted Average EAD (%)	Notional Undrawn	Weighted Average EAD (%)	Notional Undrawn	Weighted Average EAD (%)	Notional Undrawn	Weighted Average EAD (%)
Corporate	58,957	57	61,149	57	62,992	57	62,426	57
Bank	19,405	70	21,166	70	23,154	70	23,691	70
Sovereign	1,199	69	1,266	69	1,395	69	1,405	69
Total	79,561	60	83,581	61	87,541	61	94,522	61

RISK ASSESSMENT OF CREDIT RISK EXPOSURES

RETAIL AIRB PORTFOLIO - CREDIT QUALITY

Category of PD Grades ⁽¹⁾	Q3 2009				Q2 2009				Q1 2009				Q4 2008				
	EAD ^(2,6)	PD ^(3,6)	LGD ^(4,6)	RW ^(5,6)	EAD ^(2,6)	PD ^(3,6)	LGD ^(4,6)	RW ^(5,6)	EAD ^(2,6)	PD ^(3,6)	LGD ^(4,6)	RW ^(5,6)	EAD ^(2,6)	PD ^(3,6)	LGD ^(4,6)	RW ^(5,6)	
	\$	%	%	%	\$	%	%	%	\$	%	%	%	\$	%	%	%	
Real Estate Secured																	
Very Low	64,001	0.09	12	3	59,416	0.09	12	2	56,758	0.07	12	2	61,953	0.07	12	2	
Low	11,783	0.36	12	8	10,649	0.36	12	7	7,658	0.36	12	7	9,243	0.37	12	7	
Medium	10,869	0.95	12	15	9,856	0.92	12	14	13,116	0.90	12	13	6,770	0.79	12	12	
High	980	11.53	12	59	855	11.84	12	58	1,510	12.05	12	56	569	11.14	12	55	
Very High	-	-	-	-	0	-	-	-	107	18.06	12	64	0	-	-	-	
Default ⁽⁷⁾	190	100.00	12	-	140	100.00	12	-	117	100.00	12	-	109	100.00	12	0	
Sub-total	87,823	0.57	12	5	80,915	0.52	12	5	79,266	0.64	12	6	78,644	0.39	12	4	
Qualifying Revolving Retail Exposures(QRRE)																	
Very Low	5,501	0.13	86	7	5,302	0.13	86	7	9,290	0.11	86	6	7,755	0.11	86	5	
Low	2,391	0.31	86	13	3,941	0.37	86	15	4,054	0.37	86	15	3,860	0.37	86	15	
Medium	8,682	1.06	86	33	6,882	1.19	86	36	5,200	1.28	86	38	6,406	1.16	86	36	
High	964	4.66	86	100	933	4.64	86	99	864	4.37	86	95	599	4.50	86	97	
Very High	656	19.59	86	224	650	18.89	86	221	727	19.42	86	223	395	19.54	86	224	
Default ⁽⁷⁾	157	100.00	86	-	149	100.00	86	-	120	100.00	86	-	112	100.00	86	-	
Sub-total	18,351	2.38	86	33	17,857	2.34	86	33	20,255	1.93	86	27	19,127	1.64	86	25	
Other Retail																	
Very Low	4,007	0.15	70	22	3,635	0.15	70	22	4,004	0.13	70	20	4,505	0.12	70	19	
Low	2,348	0.38	70	43	1,986	0.38	70	43	1,836	0.39	70	43	2,071	0.37	70	42	
Medium	4,235	1.19	70	72	3,658	1.16	70	72	3,140	1.32	70	75	2,686	1.19	70	72	
High	338	7.24	70	111	317	7.10	70	110	510	7.39	70	110	300	7.20	70	110	
Very High	171	44.45	70	186	125	43.56	70	186	175	44.94	70	185	123	44.97	70	184	
Default ⁽⁷⁾	179	100.00	70	-	129	100.00	70	-	100	100.00	70	-	92	100.00	70	-	
Sub-total	11,277	3.06	70	50	9,850	2.65	70	49	9,765	2.76	70	49	9,777	2.19	70	43	
Total Retail																	
Very Low	73,508	0.09	21	4	68,353	0.09	21	4	70,051	0.08	25	4	74,214	0.08	23	4	
Low	16,522	0.36	31	13	16,576	0.36	37	13	13,549	0.37	42	14	15,174	0.37	39	14	
Medium	23,786	1.03	50	32	20,396	1.05	48	32	21,456	1.05	38	28	15,862	1.01	52	32	
High	2,282	7.99	52	84	2,105	7.94	54	84	2,884	8.92	44	78	1,468	7.62	54	84	
Very High	827	24.72	83	216	775	22.88	84	215	1,009	23.69	75	200	518	25.59	82	215	
Default ⁽⁷⁾	526	100.00	54	-	418	100.00	56	-	337	100.00	56	-	312	100.00	55	-	
Total	117,451	1.10	30	14	108,623	1.01	30	14	109,286	1.07	31	14	107,548	0.77	30	11	

(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 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) Weighted averages provided based on exposure at default (EAD) for estimated weightings.

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

EXPOSURE AT DEFAULT⁽¹⁾

(\$MM)

Basel II Exposure type	Q3 2009			Q2 2009			Q1 2009			Q4 2008		
	Financial Collateral	Guarantees / Credit Derivatives		Financial Collateral	Guarantees / Credit Derivatives		Financial Collateral	Guarantees / Credit Derivatives		Financial Collateral	Guarantees / Credit Derivatives	
	Standardized Approach	Standardized Approach	AIRB Approach	Standardized Approach	Standardized Approach	AIRB Approach	Standardized Approach	Standardized Approach	AIRB Approach	Standardized Approach	Standardized Approach	AIRB Approach
Non-Retail												
Corporate	774	712	3,958	812	216	3,652	815	209	3,995	789	238	3,659
Bank	268	408	1,375	264	292	1,419	282	-	627	219	-	79
Sovereign	16	18	-	24	21	-	26	23	-	45	23	-
Total Non-Retail	1,058	1,138	5,333	1,100	529	5,071	1,123	232	4,622	1,053	261	3,738
Retail												
Residential mortgages ⁽²⁾	55	1,661	40,723	50	7,420	33,181	44	8,370	34,713	37	8,761	36,304
Home equity line of credit (HELOC)	-	-	-	-	-	-	-	-	-	-	-	-
Qualifying revolving retail exposures(QRRE)	-	-	-	-	-	-	-	-	-	-	-	-
Other Retail	674	69	-	797	75	-	840	80	-	816	84	-
Total Retail	729	1,730	40,723	847	7,495	33,181	884	8,450	34,713	853	8,845	36,304
Total	1,787	2,868	46,056	1,947	8,024	38,252	2,007	8,682	39,335	1,906	9,106	40,042

Certain comparative amounts have been reclassified to conform to current period presentation.

(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


Contract Types	Q3 2009					Q2 2009					Q1 2009				
	Notional Amount	Credit Risk Amount	Potential Future Exposure	Credit Risk Equivalent Amount	Risk Weighted Amount ⁽¹⁾	Notional Amount	Credit Risk Amount	Potential Future Exposure	Credit Risk Equivalent Amount	Risk Weighted Amount ⁽¹⁾	Notional Amount	Credit Risk Amount	Potential Future Exposure	Credit Risk Equivalent Amount	Risk Weighted Amount ⁽¹⁾
Interest Rate Contracts:															
Futures and Forward Rate Agreements	117,115	5	8	13		137,620	12	-	12		102,527	17	-	17	
Swaps	960,728	13,896	4,366	18,262		868,053	17,420	3,938	21,358		777,498	17,529	3,538	21,067	
Options Purchased	40,104	258	36	294		53,637	332	55	387		44,501	456	68	524	
Options Written	43,506	-	-	-		35,734	-	-	-		40,596	-	-	-	
Total	1,161,453	14,159	4,410	18,569	2,022	1,095,044	17,764	3,993	21,757	2,811	965,122	18,002	3,606	21,608	2,950
Foreign Exchange Contracts:															
Futures, Spots and Forwards	206,237	4,584	2,080	6,664		228,692	4,258	2,330	6,588		234,758	6,874	2,502	9,376	
Swaps	121,674	6,576	6,111	12,687		123,323	5,504	6,016	11,520		125,526	5,461	5,829	11,290	
Options Purchased	4,091	232	51	283		6,122	195	84	279		6,385	371	78	449	
Options Written	4,853	-	-	-		6,867	-	-	-		6,678	-	-	-	
Total	336,855	11,392	8,242	19,634	2,341	365,004	9,957	8,430	18,387	2,657	373,347	12,706	8,409	21,115	3,598
Other Derivatives Contracts:															
Equity	26,414	902	1,355	2,257	467	27,561	2,206	1,476	3,682	803	22,590	1,346	1,269	2,615	1,006
Credit	90,172	5,089	4,701	9,790	2,236	104,191	8,810	5,610	14,420	2,214	116,365	10,618	6,233	16,851	1,955
Other	9,684	401	800	1,201	432	8,360	513	689	1,202	392	6,722	854	541	1,395	409
Total	126,270	6,392	6,856	13,248	3,135	140,112	11,529	7,775	19,304	3,409	145,677	12,818	8,043	20,861	3,370
Total Derivatives	1,624,578	31,943	19,508	51,451	7,498	1,600,160	39,250	20,198	59,448	8,877	1,484,146	43,526	20,058	63,584	9,918
Less: Impact of Master Netting Agreements and Collate	-	22,284	8,787	31,071	- ⁽¹⁾	-	27,464	9,576	37,040	- ⁽¹⁾	-	26,769	8,881	35,650	- ⁽¹⁾
Total after Netting and Collateral	1,624,578	9,659	10,721	20,380	7,498	1,600,160	11,786	10,622	22,408	8,877	1,484,146	16,757	11,177	27,934	9,918

Contract Types	Q4 2008		Q3 2008		Q2 2008		Q1 2008	
	Notional Amount	Credit Risk Equivalent Amount	Notional Amount	Credit Risk Equivalent Amount	Notional Amount	Credit Risk Equivalent Amount	Notional Amount	Credit Risk Equivalent Amount
Interest Rate Contracts:								
Futures and Forward Rate Agreements	103,872	20	129,280	13	115,741	29	141,204	51
Swaps	741,732	13,635	674,394	9,737	620,573	9,670	612,806	8,715
Options Purchased	72,412	426	77,871	330	124,802	360	97,387	340
Options Written	63,679	-	62,531	-	64,264	-	50,832	-
Total	981,695	14,081	944,076	10,080	925,380	10,059	902,229	9,106
Foreign Exchange Contracts:								
Futures, Spots and Forwards	290,429	15,963	265,464	6,698	272,166	7,389	314,781	9,710
Swaps	127,005	12,332	108,302	11,587	104,457	12,362	105,622	12,131
Options Purchased	4,651	435	3,810	241	3,733	184	2,851	156
Options Written	4,908	-	4,431	-	4,029	-	3,154	-
Total	426,993	28,730	382,007	18,526	384,385	19,935	426,408	21,997
Other Derivatives Contracts:								
Equity	25,852	3,463	41,582	3,710	46,913	5,343	37,200	3,649
Credit	120,399	17,834	110,206	10,798	108,500	9,518	111,336	9,637
Other	7,002	1,709	7,092	1,040	7,426	1,077	6,642	880
Total	153,253	23,006	158,880	15,548	162,839	15,938	155,178	14,166
Total Derivatives	1,561,941	65,817	1,484,963	44,154	1,472,604	45,932	1,483,815	45,269
Less: Impact of Master Netting Agreements and Collate	-	37,296	-	22,016	-	20,516	-	21,663
Total after Netting and Collateral	1,561,941	28,521	1,484,963	22,138	1,472,604	25,416	1,483,815	23,606
Risk Weighted Amount ⁽¹⁾		9,653		7,867		8,708		10,745

⁽¹⁾ Risk Weighted Amounts reported are net of impact of collateral and master netting arrangements

RISK-WEIGHTED ASSETS FOR SECURITIZATION EXPOSURES ⁽¹⁾



(\$MM)			Q3 2009				Q2 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		On- Balance Sheet	Off- Balance Sheet	Total	
Investment Grade	AAA to A	7 - 25	7,597	9,730	17,327	1,637	8,714	11,561	20,275	2,070
	A- to BBB-	35 - 100	1,116	1,512	2,628	1,941	1,121	2,161	3,282	2,190
Non-Investment Grade	BB+ to BB-	150 - 650	336	-	336	1,375	408	94	502	2,280
	Below BB-	Capital Deduction ⁽²⁾	264	5	269	n/a	228	7	235	n/a
Total			9,313	11,247	20,560	4,953	10,471	13,823	24,294	6,540

			Q1 2009				Q4 2008			
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		On- Balance Sheet	Off- Balance Sheet	Total	
Investment Grade	AAA to A	7 - 25	8,493	14,426	22,919	2,369	8,802	17,071	25,823	2,662
	A- to BBB-	35 - 100	935	2,571	3,506	1,869	880	1,544	2,474	1,563
Non-Investment Grade	BB+ to BB-	150 - 650	12	-	12	52	24	-	24	129
	Below BB-	Capital Deduction ⁽²⁾	209	-	209	n/a	212	6	218	n/a
Total			9,649	16,997	26,646	4,290	9,918	18,621	28,539	4,354

(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	Q3 2009		Q2 2009		Q1 2009		Q4 2008	
	Gross Exposures	Risk-Weighted Assets	Gross Exposures	Risk-Weighted Assets	Gross Exposures	Risk-Weighted Assets	Gross Exposures	Risk-Weighted Assets
Grandfathered equity investments	1,654	1,654	1,635	1,635	1,606	1,606	1,793	1,793
Non-grandfathered - Simple risk weight method	875	3,145	937	3,317	1,030	3,356	1,043	3,504
Total Banking Book Equities (Excl. Preferred Shares)	2,529	4,799	2,572	4,952	2,636	4,962	2,836	5,297
Preferred Shares - PD/LGD Approach	463	698	417	629	436	652	539	845
Total Banking Book Equities	2,992	5,497	2,989	5,581	3,072	5,614	3,375	6,142

Of the banking book equity exposures (excluding preferred) approximately 64% in Q3/09 (Q2/09: 59%) are traded in a public exchange, with the remaining 36% in Q3/09 (Q2/09: 41%) representing private equity investments which are not actively traded.

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>	
<i>Real Estate Secured</i>	
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.
<i>Other Exposures</i>	
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.