

SUPPLEMENTARY FINANCIAL INFORMATION



October 31, 2009

	<u>Page</u>	<u>INDEX</u>	<u>Page</u>
Highlights	1	Average Balance Sheet	12
Common Share and Other Information	2	Consolidated Statement of Changes in Shareholders' Equity	13
Consolidated Statement of Income	3	Credit-Related Information	
Net Income by Business Segment	3	- Loans and Acceptances by Type of Borrower	14
Business Segment Performance		- Gross Impaired Loans by Business Segment	15
- Canadian Banking	4	- Changes in Gross Impaired Loans by Business Segment	16
- International Banking	5	- Net Impaired Loans by Business Segment	17
- Scotia Capital	6	- Allowance for Credit Losses	17
- Other	7	- Impaired Loans (Gross and Net) by Type of Borrower	18
		- Specific Provisions for Credit Losses by Type of Borrower	19
Net Interest Margin	8	Cross-Border Exposures to Select Countries in Asia and Latin America	20
Trading Revenue	8	Asset Securitization	21
Assets under Administration and Management	8	Available-for-Sale Securities - Unrealized Gains (Losses)	21
Other Income	9	Interest Rate Sensitivity	21
Non-interest Expenses	10	Basel II Appendix	22 - 38
Balance Sheet	11		

Note: Certain comparative amounts for Q1, Q2 and Q3 2009 have been adjusted to reflect the impact of the new accounting policy related to the classification and impairment of financial assets. Refer to Note 1 of the 2009 Consolidated Financial Statements for further details.

For further information contact: Peter Slan - (416) 933-1273 or Mahendra Shah - (416) 866-7579

HIGHLIGHTS



	QUARTERLY TREND									FULL YEAR		
	2009				2008				2007	2009	2008	2007
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
Operating Performance:												
Net Income (\$MM)	902	931	872	842	315	1,010	980	835	954	3,547	3,140	4,045
Net Income available to Common Shareholders (\$MM)	853	882	821	805	283	978	958	814	938	3,361	3,033	3,994
EPS (\$) - basic	0.84	0.87	0.81	0.80	0.28	0.99	0.97	0.83	0.95	3.32	3.07	4.04
- diluted	0.83	0.87	0.81	0.80	0.28	0.98	0.97	0.82	0.95	3.31	3.05	4.01
ROE (%)	16.4	17.3	16.8	16.2	6.0	21.0	21.4	18.3	21.0	16.7	16.7	22.0
Net Interest Margin (%) (1)	1.74	1.76	1.71	1.52	1.68	1.79	1.76	1.79	1.87	1.68	1.75	1.89
Productivity Ratio (TEB) (%)	54.2	51.0	51.4	58.7	75.2	54.3	54.8	56.5	54.4	53.7	59.4	53.7
Effective Tax Rate (%)	25.7	24.0	26.1	17.9	0.6	21.7	17.0	18.2	17.1	23.6	17.5	20.3
Effective Tax Rate (TEB) (%)	29.8	27.9	30.5	23.0	22.3	27.3	23.3	26.4	29.9	28.0	25.4	27.7
Cash Flow:												
Cash Net Income (\$MM) (2)	919	947	890	857	334	1,023	992	847	965	3,613	3,196	4,087
Cash EPS (\$) - basic (2)	0.85	0.88	0.83	0.82	0.31	1.00	0.98	0.84	0.96	3.38	3.13	4.08
- diluted (2)	0.85	0.88	0.82	0.82	0.30	1.00	0.98	0.83	0.96	3.37	3.11	4.05
Cash ROE (%) (2)	16.7	17.6	17.2	16.6	6.4	21.3	21.7	18.6	21.2	17.0	17.0	22.3
Balance Sheet:												
Total Assets (\$B)	496.5	486.5	514.5	510.6	507.6	462.4	452.6	449.4	411.5			
Loans and Acceptances (\$B)	275.9	276.8	306.6	313.2	300.6	283.7	267.9	260.5	238.7			
Deposits (\$B)	350.4	333.7	346.9	346.6	346.6	332.5	322.4	316.8	288.5			
Common Shareholders' Equity (\$B)	21.1	20.3	20.1	19.9	18.8	18.8	18.2	18.1	17.2			
Credit Quality:												
Net Impaired Loans (\$MM) (3)	2,563	2,509	2,179	1,602	1,191	1,009	845	689	601			
Sectoral Allowance for Credit Losses (\$MM)	44	48	60	-	-	-	-	-	-			
General Allowance for Credit Losses (\$MM)	1,450	1,450	1,350	1,323	1,323	1,323	1,323	1,298	1,298			
Net Impaired Loans as % of Loans and Acceptances (3)	0.93	0.91	0.71	0.51	0.40	0.36	0.32	0.26	0.25			
Specific Provisions (\$MM)	424	466	402	281	207	159	153	111	95	1,573	630	295
- % of Average Loans and Acceptances	0.63	0.64	0.54	0.36	0.29	0.23	0.24	0.18	0.16	0.54	0.24	0.13
Capital Measures:												
Tier 1 Capital Ratio (%)	10.7	10.4	9.6	9.5	9.3	9.8	9.6	9.0				
Total Capital Ratio (%)	12.9	12.7	11.8	11.4	11.1	11.5	11.7	10.2				
Tangible Common Equity Ratio (%) (4)	8.2	7.9	7.2	7.2	6.6	7.4	7.4	7.2				
Risk-Weighted Assets (\$B)	221.7	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.

(4) Comparative amounts have been restated to reflect a new definition of tangible common equity. Refer to Non-GAAP measures on page 27 of the 2009 Management's Discussion and Analysis.

COMMON SHARE AND OTHER INFORMATION



	QUARTERLY TREND								FULL YEAR			
	2009				2008				2007	2009	2008	2007
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
Valuation:												
Book Value per Share (\$)	20.55	19.89	19.80	19.67	18.94	18.99	18.45	18.40	17.45	20.55	18.94	17.45
Share Price (\$) - High	49.19	46.51	35.85	40.68	51.55	52.51	50.00	54.00	53.49	49.19	54.00	54.73
- Low	42.95	33.75	23.99	27.35	35.25	41.95	42.00	43.10	46.70	23.99	35.25	46.70
- Close	45.25	45.92	33.94	29.67	40.19	49.98	47.82	48.19	53.48	45.25	40.19	53.48
Share Price (Closing) as % Book Value	220.2	230.9	171.4	150.8	212.2	263.2	259.2	261.9	306.5	220.2	212.2	306.5
Price (Closing)/Earnings Ratio (X) (1)	13.6	16.6	11.8	9.8	13.1	13.4	12.7	12.5	13.2	13.6	13.1	13.2
Market Capitalization (\$MM)	46,379	46,858	34,518	30,039	39,865	49,475	47,194	47,487	52,612	46,379	39,865	52,612

Dividends:

Common Dividends Paid (\$MM)	501	499	497	493	485	485	463	463	442	1,990	1,896	1,720
Common Dividends/Share (\$)	0.49	0.49	0.49	0.49	0.49	0.49	0.47	0.47	0.45	1.96	1.92	1.74
Dividend Yield (%)	4.3	4.9	6.6	5.8	4.5	4.1	4.1	3.9	3.6	5.4	4.3	3.4

Shares:

Number of Common Shares Outstanding at Period End (MM)	1,025	1,020	1,017	1,012	992	990	987	985	984			
Average Number of Common Shares Outstanding (MM) -- Basic	1,021	1,017	1,014	1,001	990	989	986	985	983	1,013	987	989
-- Diluted	1,024	1,020	1,016	1,003	994	994	992	992	991	1,016	993	997

Share Buybacks:

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

Other Information:

Employees	67,802	67,482	67,698	69,451	69,049	62,209	62,143	62,002	58,113
Branches and Offices	2,686	2,689	2,683	2,696	2,672	2,557	2,529	2,458	2,331
ABMs	5,778	5,701	5,719	5,703	5,609	5,531	5,476	5,395	5,283

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								FULL YEAR			
	2009				2008				2007	2009	2008	2007
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
Interest Income (TEB)	4,166	4,755	4,862	5,440	5,908	5,603	5,562	5,659	5,578	19,223	22,732	21,566
Interest Expense	1,994	2,511	2,698	3,404	3,872	3,554	3,589	3,727	3,646	10,607	14,742	13,937
Net Interest Income (TEB)	2,172	2,244	2,164	2,036	2,036	2,049	1,973	1,932	1,932	8,616	7,990	7,629
Other Income (see Page 9)	1,636	1,599	1,509	1,385	550	1,428	1,299	1,025	1,362	6,129	4,302	5,392
Total Revenue (TEB)	3,808	3,843	3,673	3,421	2,586	3,477	3,272	2,957	3,294	14,745	12,292	13,021
Taxable Equivalent Adjustment (TEB)	73	68	77	70	95	103	100	118	216	288	416	531
Total Revenue	3,735	3,775	3,596	3,351	2,491	3,374	3,172	2,839	3,078	14,457	11,876	12,490
Provision for Credit Losses	420	554	489	281	207	159	153	111	95	1,744	630	270
Total Non-interest Expenses (see Page 10)	2,064	1,959	1,886	2,010	1,944	1,889	1,794	1,669	1,792	7,919	7,296	6,994
Net Income before the undernoted:	1,251	1,262	1,221	1,060	340	1,326	1,225	1,059	1,191	4,794	3,950	5,226
Provision for Income Taxes	321	303	319	190	2	287	209	193	204	1,133	691	1,063
Non-controlling Interest in Net Income of Subsidiaries	28	28	30	28	23	29	36	31	33	114	119	118
Net Income	902	931	872	842	315	1,010	980	835	954	3,547	3,140	4,045
Amortization of Intangibles (net of taxes)	17	16	18	15	19	13	12	12	11	66	56	42
Cash Net Income	919	947	890	857	334	1,023	992	847	965	3,613	3,196	4,087

NET INCOME BY BUSINESS SEGMENT:

	2009 Q4	2009 Q3	2009 Q2	2009 Q1	2008 Q4	2008 Q3	2008 Q2	2008 Q1	2007 Q4	2009	2008	2007
Canadian Banking (1)	503	500	410	438	466	463	422	373	439	1,851	1,724	1,564
International Banking	283	312	332	388	227	335	335	289	359	1,315	1,186	1,250
Scotia Capital	353	470	328	300	44	297	255	191	229	1,451	787	1,125
Other (2)	(237)	(351)	(198)	(284)	(422)	(85)	(32)	(18)	(73)	(1,070)	(557)	106
Total Bank	902	931	872	842	315	1,010	980	835	954	3,547	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										FULL YEAR		
	2009				2008				2007	2009	2008	2007	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4				
Net Interest Income (TEB)	1,280	1,212	1,147	1,146	1,160	1,122	1,051	991	954	4,785	4,324	3,855	
Other Income	606	593	524	556	554	564	537	519	663	2,279	2,174	2,248	
Total Revenue (TEB)	1,886	1,805	1,671	1,702	1,714	1,686	1,588	1,510	1,617	7,064	6,498	6,103	
Provision for Credit Losses	(190)	(169)	(188)	(155)	(107)	(99)	(102)	(91)	(78)	(702)	(399)	(295)	
Non-interest expenses	(991)	(933)	(899)	(934)	(939)	(914)	(890)	(889)	(927)	(3,757)	(3,632)	(3,559)	
Provision for Income Taxes (TEB)	(202)	(203)	(174)	(175)	(202)	(210)	(174)	(157)	(173)	(754)	(743)	(685)	
Net Income	503	500	410	438	466	463	422	373	439	1,851	1,724	1,564	
Return on Economic Equity (%)	22.1	22.3	19.7	25.8	38.0	38.5	35.3	30.6	37.0	22.3	35.6	33.0	
Net Interest Margin													
- as % of Average Total Assets	2.59	2.49	2.46	2.41	2.49	2.52	2.49	2.35	2.33	2.49	2.46	2.51	
- as % of Average Earning Assets	2.63	2.54	2.51	2.45	2.54	2.57	2.54	2.40	2.37	2.53	2.51	2.56	
Specific Provisions as % of Average Loans & Acceptances	0.40	0.36	0.39	0.33	0.23	0.22	0.24	0.22	0.19	0.37	0.23	0.19	
Productivity Ratio (%)	52.5	51.7	53.8	54.9	54.8	54.2	56.0	58.9	57.3	53.2	55.9	58.3	
Average Balances (\$B):													
Total Assets	196	193	191	189	185	177	172	168	163	192	175	154	
Residential Mortgages	123	120	118	118	115	112	109	106	104	120	111	97	
Personal Loans	46	45	43	42	41	38	37	36	35	44	38	34	
Business Loans & Acceptances	24	25	26	26	28	26	25	25	24	25	26	23	
Personal Deposits	94	94	92	91	87	85	84	81	77	93	84	76	
Non-personal Deposits	54	52	49	49	45	43	42	43	41	51	43	40	
Other:													
Branches	1,019	1,020	1,021	1,019	1,016	1,010	1,010	1,006	1,005				
Wealth Management Offices	101	101	101	101	102	100	98	98	99				
Employees	21,255	21,324	21,372	21,550	21,565	21,269	21,401	21,505	21,827				
ABMs	2,964	2,948	2,959	2,954	2,943	2,896	2,896	2,869	2,852				

BUSINESS SEGMENT PERFORMANCE -- INTERNATIONAL BANKING



(\$MM)	QUARTERLY TREND								FULL YEAR			
	2009				2008				2007	2009	2008	2007
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
Net Interest Income (TEB)	888	979	959	947	940	847	797	731	710	3,773	3,315	2,762
Other Income	364	296	349	471	228	389	356	309	380	1,480	1,282	1,227
Total Revenue (TEB)	1,252	1,275	1,308	1,418	1,168	1,236	1,153	1,040	1,090	5,253	4,597	3,989
Provision for Credit Losses	(167)	(179)	(115)	(116)	(90)	(56)	(60)	(30)	(27)	(577)	(236)	(101)
Non-interest Expenses	(741)	(718)	(729)	(772)	(753)	(698)	(615)	(568)	(582)	(2,960)	(2,634)	(2,279)
Provision for Income Taxes (TEB)	(33)	(38)	(102)	(114)	(75)	(118)	(107)	(122)	(89)	(287)	(422)	(241)
Non-controlling Interest in Net Income of Subsidiaries	(28)	(28)	(30)	(28)	(23)	(29)	(36)	(31)	(33)	(114)	(119)	(118)
Net Income	283	312	332	388	227	335	335	289	359	1,315	1,186	1,250
Return on Economic Equity (%)	10.2	10.9	12.7	17.2	10.5	15.8	17.6	19.6	21.3	12.5	15.5	19.5
Net Interest Margin												
- as % of Average Total Assets	4.37	4.45	4.12	3.96	4.27	4.14	4.10	4.18	4.32	4.21	4.17	4.18
- as % of Average Earning Assets	4.37	4.45	4.13	3.97	4.28	4.15	4.11	4.19	4.33	4.22	4.18	4.19
Specific Provisions as % of Average Loans & Acceptances	1.13	1.13	0.69	0.68	0.59	0.40	0.47	0.27	0.26	0.90	0.44	0.25
Productivity Ratio (%)	59.2	56.3	55.7	54.4	64.5	56.5	53.3	54.6	53.4	56.3	57.3	57.1
Average Balances (\$B):												
Total Assets	81	87	95	95	88	81	79	70	65	90	79	66
Residential Mortgages	12	13	13	13	12	12	9	9	8	13	10	8
Personal Loans	9	9	10	10	9	8	8	7	7	10	8	7
Business Loans & Acceptances	37	41	45	45	40	36	35	29	26	42	35	26
Securities	12	12	14	14	14	16	16	15	15	13	15	15
Total Deposits (1)	46	49	53	52	48	47	48	40	48	50	45	49
Other:												
Branches and Offices	1,516	1,517	1,508	1,521	1,502	1,396	1,372	1,305	1,178			
Employees	36,378	35,969	36,155	37,616	37,280	30,702	30,599	30,324	26,829			
ABMs	2,814	2,753	2,760	2,749	2,666	2,635	2,580	2,526	2,431			

(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								FULL YEAR			
	2009				2008				2007	2009	2008	2007
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
Net Interest Income (TEB)	321	423	345	338	331	269	246	274	364	1,427	1,120	1,160
Other Income	589	681	502	366	(99)	383	292	131	156	2,138	707	1,290
Total Revenue (TEB)	910	1,104	847	704	232	652	538	405	520	3,565	1,827	2,450
Provision for Credit Losses	(63)	(106)	(159)	(10)	(10)	(4)	9	10	10	(338)	5	101
Non-interest Expenses	(284)	(266)	(231)	(291)	(249)	(254)	(243)	(191)	(225)	(1,072)	(937)	(1,013)
Provision for Income Taxes (TEB)	(210)	(262)	(129)	(103)	71	(97)	(49)	(33)	(76)	(704)	(108)	(413)
Net Income	353	470	328	300	44	297	255	191	229	1,451	787	1,125
Return on Economic Equity (%)	18.1	21.8	18.3	22.4	3.6	34.1	29.6	22.6	24.2	20.0	21.5	29.0
Net Interest Margin												
- as % of Average Total Assets	0.76	0.93	0.75	0.69	0.78	0.66	0.60	0.69	0.96	0.78	0.68	0.76
- as % of Average Earning Assets	0.97	1.21	1.02	0.96	1.00	0.82	0.76	0.86	1.16	1.04	0.86	0.89
Specific Provisions as a % of Average Loans & Acceptances (1)	0.65	1.01	0.80	0.07	0.10	0.04	(0.10)	(0.12)	(0.13)	0.61	(0.01)	(0.33)
Productivity Ratio (%)	31.2	24.1	27.3	41.3	107.3	39.0	45.2	47.2	43.3	30.1	51.3	41.3
Average Balances (\$B):												
Total Assets	167	181	190	195	169	162	167	157	150	183	164	152
Personal Loans	6	7	7	7	-	-	-	-	-	7	-	-
Business Loans & Acceptances	49	57	67	69	58	57	54	48	41	60	54	42
Securities Purchased Under Resale Agreements	15	13	13	16	14	15	18	16	23	14	16	22
Securities -- Trading	55	57	49	46	52	56	58	58	57	52	56	60
-- Other	4	4	3	3	10	7	7	7	6	3	8	10
Deposits with Banks	10	11	11	10	8	6	6	8	7	11	7	6
Total Deposits	20	20	16	24	31	31	29	33	29	20	31	26
Employees	1,581	1,563	1,553	1,558	1,548	1,506	1,473	1,479	1,468			

(1) Corporate Banking only

BUSINESS SEGMENT PERFORMANCE -- OTHER (1)



	QUARTERLY TREND								FULL YEAR			
	2009				2008				2007	2009	2008	2007
(\$MM)	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
Net Interest Income (2)	(390)	(438)	(364)	(465)	(490)	(292)	(221)	(182)	(312)	(1,657)	(1,185)	(679)
Other Income	77	29	134	(8)	(133)	92	114	66	163	232	139	627
Total Revenue	(313)	(409)	(230)	(473)	(623)	(200)	(107)	(116)	(149)	(1,425)	(1,046)	(52)
Provision for Credit Losses	-	(100)	(27)	-	-	-	-	-	-	(127)	-	25
Non-interest Expenses	(48)	(42)	(27)	(13)	(3)	(23)	(46)	(21)	(58)	(130)	(93)	(143)
Provision for Income Taxes (2)	124	200	86	202	204	138	121	119	134	612	582	276
Net Income	(237)	(351)	(198)	(284)	(422)	(85)	(32)	(18)	(73)	(1,070)	(557)	106
Average Balances (\$B):												
Total Assets	51	45	44	51	39	37	37	34	31	48	37	31
Deposits with Banks	21	14	17	22	15	14	15	14	14	19	15	13
Securities	45	37	27	24	17	16	16	16	13	33	16	13
Total Deposits (3)	130	131	139	143	127	121	116	107	95	136	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									FULL YEAR		
	2009				2008				2007	2009	2008	2007
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
NET INTEREST MARGIN:												
Net Interest Income (TEB) (\$MM)	2,172	2,244	2,164	2,036	2,036	2,049	1,973	1,932	1,932	8,616	7,990	7,629
Net Interest Income (TEB) as % of Average Total Assets	1.74	1.76	1.71	1.52	1.68	1.79	1.76	1.79	1.87	1.68	1.75	1.89
Net Interest Income (TEB) as % of Average Earning Assets	1.99	2.03	2.00	1.80	1.93	2.03	2.03	2.04	2.11	1.96	2.00	2.11
TRADING REVENUE (TEB) (\$MM):												
Securities Trading	107	136	150	179	(55)	19	20	(11)	(1)	572	(27)	65
Foreign Exchange and Precious Metals Trading	84	123	143	184	124	77	92	91	91	534	384	323
Derivatives Trading	187	255	38	(106)	(8)	151	106	(1)	64	374	248	581
Total	378	514	331	257	61	247	218	79	154	1,480	605	969
Reported in Other Income (see Page 9)	255	387	235	180	(41)	150	123	(44)	(67)	1,057	188	450
Reported in Net Interest Income	123	127	96	77	102	97	95	123	221	423	417	519
Total	378	514	331	257	61	247	218	79	154	1,480	605	969
ASSETS UNDER ADMINISTRATION (\$B):												
Personal												
Retail Brokerage	76.4	72.0	65.1	65.0	74.3	75.5	75.2	76.8	77.4			
Investment Management and Trust	60.1	56.9	55.3	53.8	55.8	57.9	56.8	53.5	53.1			
	136.5	128.9	120.4	118.8	130.1	133.4	132.0	130.3	130.5			
Mutual Funds	31.6	29.4	26.6	25.5	27.9	29.7	26.0	25.1	24.8			
Institutional	47.0	49.6	49.8	47.5	45.1	44.3	44.3	39.8	39.8			
Total	215.1	207.9	196.8	191.8	203.1	207.4	202.3	195.2	195.1			
ASSETS UNDER MANAGEMENT (\$B):												
Personal	13.6	13.2	11.5	11.8	12.5	12.6	11.3	11.2	11.2			
Mutual Funds	22.8	21.3	18.9	17.9	19.6	20.6	17.1	16.0	15.9			
Institutional	5.2	5.3	5.0	4.6	4.6	4.6	4.5	4.5	4.3			
Total	41.6	39.8	35.4	34.3	36.7	37.8	32.9	31.7	31.4			

OTHER INCOME



(\$MM)	QUARTERLY TREND									FULL YEAR		
	2009				2008				2007	2009	2008	2007
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
Card Revenues	102	104	105	113	107	102	93	95	92	424	397	366
Deposit and Payment Services												
Deposit Services	173	179	176	179	172	176	165	162	161	707	675	652
Other Payment Services	47	50	49	52	50	49	43	45	43	198	187	165
	220	229	225	231	222	225	208	207	204	905	862	817
Mutual Funds	124	104	63	80	78	83	78	78	78	371	317	296
Investment Management, Brokerage and Trust Services												
Retail Brokerage	138	129	118	122	133	140	131	134	135	507	538	553
Personal and Corporate Trust	32	32	30	33	32	32	33	29	28	127	126	120
Investment Management and Custody	23	24	24	23	24	24	25	23	22	94	96	87
	193	185	172	178	189	196	189	186	185	728	760	760
Credit Fees												
Commitment and Other Credit Fees	210	160	151	137	106	125	106	99	93	658	436	403
Acceptance Fees	50	58	52	48	36	39	34	34	33	208	143	127
	260	218	203	185	142	164	140	133	126	866	579	530
Trading Revenues	255	387	235	180	(41)	150	123	(44)	(67)	1,057	188	450
Underwriting Fees and Other Commissions	184	145	126	165	101	116	90	95	100	620	402	498
Foreign Exchange, other than Trading	68	88	95	122	88	77	80	69	64	373	314	239
Net Gain (Loss) on Securities, other than Trading	20	(155)	(133)	(144)	(543)	90	59	20	148	(412)	(374)	488
Securitization Revenues	21	71	219	98	45	30	39	16	9	409	130	34
Other	189	223	199	177	162	195	200	170	423	788	727	914
Total Other Income	1,636	1,599	1,509	1,385	550	1,428	1,299	1,025	1,362	6,129	4,302	5,392
% of Total Revenue (TEB)	43.0	41.6	41.1	40.5	21.3	41.1	39.7	34.7	41.3	41.6	35.0	41.4

NON-INTEREST EXPENSES



(\$MM)	QUARTERLY TREND									FULL YEAR		
	2009				2008				2007	2009	2008	2007
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
Salaries and Employee Benefits												
Salaries	662	670	663	681	685	646	610	608	595	2,676	2,549	2,315
Performance-based Compensation	274	260	224	277	221	253	237	202	236	1,035	913	1,017
Stock-based Compensation	33	16	5	25	10	27	16	36	27	79	89	133
Pension and Other Employee Benefits	128	147	132	147	142	142	142	132	105	554	558	518
	1,097	1,093	1,024	1,130	1,058	1,068	1,005	978	963	4,344	4,109	3,983
Premises and Technology												
Net Premises Rent	64	60	62	57	57	55	55	50	50	243	217	197
Premises Repairs and Maintenance	21	20	22	24	24	22	20	17	22	87	83	75
Property Taxes	17	20	20	15	14	19	18	13	16	72	64	65
Computer Equipment, Software and Data Processing	179	169	165	174	182	161	158	149	170	687	650	603
Depreciation (1)	58	60	57	59	56	51	52	50	51	234	209	203
Other Premises Costs	55	53	53	59	49	53	50	42	48	220	194	192
	394	382	379	388	382	361	353	321	357	1,543	1,417	1,335
Communications												
Telecommunications	20	19	20	21	22	20	19	18	19	80	79	73
Stationery, Postage and Courier	61	67	69	69	67	62	61	57	57	266	247	227
	81	86	89	90	89	82	80	75	76	346	326	300
Advertising and Business Development												
Advertising and Promotion	64	42	45	51	64	50	51	41	60	202	206	193
Travel and Business Development	31	24	23	27	32	27	27	28	34	105	114	118
	95	66	68	78	96	77	78	69	94	307	320	311
Professional	62	47	53	54	59	55	68	45	81	216	227	227
Business and Capital Taxes												
Business Taxes	27	33	31	38	27	28	26	9	24	129	90	107
Capital Taxes	14	14	8	12	(3)	12	12	5	9	48	26	36
	41	47	39	50	24	40	38	14	33	177	116	143
Other												
Employee Training	10	4	5	7	14	8	10	11	18	26	43	53
Amortization of Intangibles (1)	24	23	26	23	28	20	18	17	17	96	83	64
Other	260	211	203	190	194	178	144	139	153	864	655	578
	294	238	234	220	236	206	172	167	188	986	781	695
Total Non-Interest Expenses	2,064	1,959	1,886	2,010	1,944	1,889	1,794	1,669	1,792	7,919	7,296	6,994
Productivity Ratio (TEB) (%)	54.2	51.0	51.4	58.7	75.2	54.3	54.8	56.5	54.4	53.7	59.4	53.7

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

BALANCE SHEET



(\$MM)	QUARTERLY TREND								2007 Q4
	2009				2008				
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	
Cash Resources	43,278	29,721	33,949	33,797	37,318	32,896	32,487	36,411	29,195
Securities - Trading	58,067	59,624	61,107	50,529	48,292	56,016	62,138	60,702	59,685
- Available for Sale	55,699	55,495	38,982	36,095	38,823	34,314	34,322	32,992	28,426
- Equity Accounted Investments	3,528	3,417	3,449	3,266	920	853	802	788	724
	117,294	118,536	103,538	89,890	88,035	91,183	97,262	94,482	88,835
Securities Purchased under Resale Agreements	17,773	14,166	14,838	14,182	19,451	17,774	15,323	20,362	22,542
Loans - Residential Mortgages	101,604	98,334	110,672	111,984	115,084	113,830	108,382	105,532	102,154
- Personal and Credit Cards	61,048	60,934	61,015	58,831	50,719	48,971	45,273	43,513	41,734
- Business and Government	106,520	109,588	125,959	131,951	125,503	111,921	104,928	101,389	85,500
- Sub-total	269,172	268,856	297,646	302,766	291,306	274,722	258,583	250,434	229,388
Allowance for Credit Losses	(2,870)	(2,982)	(2,828)	(2,706)	(2,626)	(2,477)	(2,490)	(2,451)	(2,241)
- Total Net Loans	266,302	265,874	294,818	300,060	288,680	272,245	256,093	247,983	227,147
Customers' Liability under Acceptances	9,583	10,941	11,801	13,144	11,969	11,497	11,782	12,518	11,538
Derivative Instruments	25,992	31,943	39,250	43,526	44,810	23,504	25,638	25,217	21,960
Land, Buildings and Equipment (1)	2,372	2,372	2,443	2,422	2,449	2,305	2,278	2,240	2,061
Goodwill	2,908	2,875	2,845	2,820	2,273	2,134	2,162	1,266	1,134
Other Intangible Assets (1)	561	541	549	561	521	524	491	493	483
Other Assets	10,453	9,500	10,470	10,244	12,119	8,345	9,057	8,450	6,615
Total Assets	496,516	486,469	514,501	510,646	507,625	462,407	452,573	449,422	411,510
Deposits - Personal	123,762	123,996	125,308	122,648	118,919	112,872	109,994	108,219	100,823
- Business and Government	203,594	189,120	195,021	198,887	200,566	191,239	176,878	175,772	161,229
- Banks	23,063	20,612	26,531	25,035	27,095	28,358	35,566	32,806	26,406
- Total	350,419	333,728	346,860	346,570	346,580	332,469	322,438	316,797	288,458
Other Liabilities									
- Securities Sold Under Repurchase Agreements	36,568	36,013	42,407	35,578	36,506	29,116	27,446	32,967	28,137
- Securities Sold Short	14,688	13,840	14,608	11,963	11,700	11,765	15,028	13,570	16,039
- Derivative Instruments	28,806	36,155	41,292	43,831	42,811	22,981	24,010	25,046	24,689
- Other	34,819	36,265	38,633	43,167	43,534	40,677	38,782	38,399	33,173
- Total	114,881	122,273	136,940	134,539	134,551	104,539	105,266	109,982	102,038
Subordinated Debentures	5,944	5,958	6,359	5,407	4,352	3,538	3,946	2,150	1,710
Capital Instrument Liabilities	500	500	500	500	500	500	500	500	500
Equity - Preferred Shares	3,710	3,710	3,710	3,710	2,860	2,560	2,210	1,865	1,635
- Common Shares and Contributed Surplus	4,946	4,768	4,629	4,496	3,829	3,728	3,643	3,614	3,566
- Retained Earnings	19,916	19,561	19,179	18,853	18,549	18,784	18,300	17,809	17,460
- Accumulated Other Comprehensive Income (Loss)	(3,800)	(4,029)	(3,676)	(3,429)	(3,596)	(3,711)	(3,730)	(3,295)	(3,857)
- Common Equity	21,062	20,300	20,132	19,920	18,782	18,801	18,213	18,128	17,169
- Total Equity	24,772	24,010	23,842	23,630	21,642	21,361	20,423	19,993	18,804
Total Liabilities and Shareholders' Equity	496,516	486,469	514,501	510,646	507,625	462,407	452,573	449,422	411,510

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

AVERAGE BALANCE SHEET



(\$MM)	QUARTERLY TREND									FULL YEAR		
	2009				2008				2007	2009	2008	2007
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
Deposits with Other Banks	39,470	32,146	37,282	42,037	32,122	27,783	28,165	28,815	26,944	37,738	29,227	25,399
Securities - Trading	60,977	63,395	55,392	51,142	55,657	60,601	63,352	63,644	62,854	57,746	60,799	65,968
- Other	58,176	50,391	40,366	37,627	38,228	34,967	34,402	32,969	28,741	46,691	35,146	31,997
	119,153	113,786	95,758	88,769	93,885	95,568	97,754	96,613	91,595	104,437	95,945	97,965
Securities Purchased under Resale Agreements	17,370	16,421	17,490	22,158	19,009	18,461	21,730	19,471	26,461	18,367	19,656	25,826
Loans - Residential Mortgages	99,856	106,984	110,775	113,122	114,741	111,342	105,874	103,599	100,777	107,659	108,905	95,367
- Personal and Credit Cards	59,666	60,259	59,706	57,930	49,206	45,463	43,960	42,159	41,051	59,388	45,204	39,890
- Business and Government	97,319	108,224	121,710	123,648	111,038	103,198	98,701	86,995	76,838	112,654	99,991	77,320
- Total	256,841	275,467	292,191	294,700	274,985	260,003	248,535	232,753	218,666	279,701	254,100	212,577
Total Earning Assets	432,834	437,820	442,721	447,664	420,001	401,815	396,184	377,652	363,666	440,243	398,928	361,767
Customers' Liability under Acceptances	10,166	11,817	12,987	13,201	11,929	12,442	12,715	11,884	11,316	12,035	12,240	10,819
Other Assets	51,612	56,950	64,554	69,080	48,819	42,419	46,511	39,001	33,819	60,871	44,371	30,889
Total Assets	494,612	506,587	520,262	529,945	480,749	456,676	455,410	428,537	408,801	513,149	455,539	403,475
Deposits - Personal	122,223	123,663	123,733	120,430	112,687	111,948	108,072	102,729	97,544	122,502	108,863	96,140
- Business and Government	200,961	198,667	200,172	211,220	195,877	185,561	177,637	170,561	164,171	202,776	182,435	154,808
- Banks	20,969	23,558	25,353	26,465	30,374	29,767	33,200	29,970	28,450	24,076	30,815	31,759
- Total	344,153	345,888	349,258	358,115	338,938	327,276	318,909	303,260	290,165	349,354	322,113	282,707
Other Liabilities	119,622	130,240	141,224	144,169	116,049	104,092	112,919	103,753	96,999	134,097	109,441	98,665
Subordinated Debentures	5,946	6,033	5,544	4,469	3,741	3,894	2,906	1,738	1,749	5,498	3,071	2,137
Capital Instrument Liabilities	500	500	500	500	500	500	500	500	750	500	500	750
Shareholders' Equity												
- Preferred Shares	3,710	3,710	3,710	3,043	2,729	2,408	2,006	1,638	1,365	3,542	2,196	1,082
- Common Shares, Contributed Surplus, Retained Earnings and Accumulated Other Comprehensive Income (Loss)	20,681	20,216	20,026	19,649	18,792	18,506	18,170	17,648	17,773	20,158	18,218	18,134
- Total	24,391	23,926	23,736	22,692	21,521	20,914	20,176	19,286	19,138	23,700	20,414	19,216
Total Liabilities and Shareholders' Equity	494,612	506,587	520,262	529,945	480,749	456,676	455,410	428,537	408,801	513,149	455,539	403,475

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY



(\$MM)	QUARTERLY TREND								FULL YEAR			
	2009				2008				2007	2009	2008	2007
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
Preferred Shares:												
Balance at Beginning of Period	3,710	3,710	3,710	2,860	2,560	2,210	1,865	1,635	1,290	2,860	1,635	600
Preferred Shares Issued	-	-	-	850	300	350	345	230	345	850	1,225	1,035
Balance at End of Period	3,710	3,710	3,710	3,710	2,860	2,560	2,210	1,865	1,635	3,710	2,860	1,635
Common Shares and Contributed Surplus:												
Balance at Beginning of Period	4,768	4,629	4,496	3,829	3,728	3,643	3,614	3,566	3,521	3,829	3,566	3,425
Common Shares Issued less Purchased for Cancellation	178	139	133	667	101	85	29	48	45	1,117	263	141
Balance at End of Period	4,946	4,768	4,629	4,496	3,829	3,728	3,643	3,614	3,566	4,946	3,829	3,566
Retained Earnings:												
Balance at Beginning of Period as previously reported	19,561	19,179	18,853	18,549	18,784	18,300	17,809	17,460	16,967	18,549	17,460	15,843
Cumulative Effect of Adopting New Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	(61)
Balance at Beginning of Period as restated	19,561	19,179	18,853	18,549	18,784	18,300	17,809	17,460	16,967	18,549	17,460	15,782
Net Income	902	931	872	842	315	1,010	980	835	954	3,547	3,140	4,045
Dividends - Preferred	(49)	(49)	(51)	(37)	(32)	(32)	(22)	(21)	(16)	(186)	(107)	(51)
- Common	(501)	(499)	(497)	(493)	(485)	(485)	(463)	(463)	(442)	(1,990)	(1,896)	(1,720)
Premium on Purchase of Shares for Cancellation	-	-	-	-	(31)	(6)	-	-	-	-	(37)	(586)
Other	3	(1)	2	(8)	(2)	(3)	(4)	(2)	(3)	(4)	(11)	(10)
Balance at End of Period	19,916	19,561	19,179	18,853	18,549	18,784	18,300	17,809	17,460	19,916	18,549	17,460
Accumulated Other Comprehensive Income (Loss):												
Balance at Beginning of Period as previously reported	(4,642)	(4,610)	(4,246)	(3,596)	(3,711)	(3,730)	(3,295)	(3,857)	(2,111)	(3,596)	(3,857)	(2,321)
Cumulative Effect of Adopting New Accounting Policies	613	934	817	595	-	-	-	-	-	595	-	683
Balance at Beginning of Period as restated	(4,029)	(3,676)	(3,429)	(3,001)	(3,711)	(3,730)	(3,295)	(3,857)	(2,111)	(3,001)	(3,857)	(1,638)
Other Comprehensive Income-												
Net Change in Unrealized Foreign Currency Translation Gains (Losses)	141	(1,428)	(323)	(126)	1,375	193	(85)	885	(1,697)	(1,736)	2,368	(2,228)
Net Change in Unrealized Gains (Losses) on Available-for-Sale Securities	55	937	66	(164)	(1,075)	(243)	(210)	(60)	14	894	(1,588)	(67)
Net Change in Gains (Losses) on Derivative Instruments, designated as cash flow hedges	33	138	10	(138)	(185)	69	(140)	(263)	(63)	43	(519)	76
Total	229	(353)	(247)	(428)	115	19	(435)	562	(1,746)	(799)	261	(2,219)
Balance at End of Period	(3,800)	(4,029)	(3,676)	(3,429)	(3,596)	(3,711)	(3,730)	(3,295)	(3,857)	(3,800)	(3,596)	(3,857)
Total Shareholders' Equity at End of Period	24,772	24,010	23,842	23,630	21,642	21,361	20,423	19,993	18,804	24,772	21,642	18,804
Composition of Accumulated Other Comprehensive Income (Loss):												
Unrealized Foreign Currency Translation Gains (Losses)	(3,917)	(4,058)	(2,630)	(2,307)	(2,181)	(3,556)	(3,749)	(3,664)	(4,549)			
Unrealized Gains (Losses) on Available-for-Sale Securities	540	485	(452)	(518)	(949)	126	369	579	639			
Unrealized Gains (Losses) on Derivative Instruments, designated as cash flow hedges	(423)	(456)	(594)	(604)	(466)	(281)	(350)	(210)	53			
Total	(3,800)	(4,029)	(3,676)	(3,429)	(3,596)	(3,711)	(3,730)	(3,295)	(3,857)			

LOANS AND ACCEPTANCES BY TYPE OF BORROWER



(\$ billions)	October 31, 2009		July 31, 2009		October 31, 2008	
	Balance	% of Total	Balance	% of Total	Balance	% of Total
Personal						
Residential Mortgages	101.3	36.5	98.1	35.2	114.9	38.0
Credit Cards	11.1	4.0	11.0	4.0	11.2	3.7
Personal Loans	49.3	17.8	49.2	17.7	38.9	12.9
	161.7	58.3	158.3	56.9	165.0	54.6
Business & Government						
Financial Services	18.8	6.8	18.4	6.6	18.7	6.2
Wholesale and Retail	10.9	3.9	11.7	4.2	14.9	4.9
Real Estate	11.7	4.2	12.2	4.4	13.5	4.5
Oil and Gas	9.8	3.5	10.0	3.6	12.0	4.0
Transportation	7.8	2.8	8.1	2.9	8.5	2.8
Automotive	5.1	1.8	5.6	2.0	7.1	2.4
Agriculture	4.3	1.6	4.4	1.6	5.3	1.7
Government	3.3	1.2	3.3	1.2	3.4	1.1
Hotels and Leisure	4.8	1.7	4.9	1.8	5.2	1.7
Mining and Primary Metals	5.7	2.1	5.8	2.1	8.1	2.7
Utilities	6.1	2.2	6.5	2.3	6.3	2.1
Health Care	4.0	1.4	4.3	1.5	5.0	1.7
Telecommunications and Cable	4.6	1.6	4.8	1.8	6.5	2.2
Media	2.7	1.0	3.1	1.1	4.7	1.5
Chemical	1.3	0.5	1.5	0.5	1.7	0.6
Food and Beverage	3.8	1.4	4.1	1.5	3.1	1.0
Forest Products	1.5	0.6	1.8	0.6	2.1	0.7
Other	9.5	3.4	9.5	3.4	10.9	3.6
	115.7	41.7	120.0	43.1	137.0	45.4
	277.4	100.0	278.3	100.0	302.0	100.0
General Allowance	(1.5)		(1.5)	(0.5)	(1.4)	
Total Loans and Acceptances	275.9		276.8	99.5	300.6	

GROSS IMPAIRED LOANS BY BUSINESS SEGMENT



(\$MM)	QUARTERLY TREND								
	2009				2008				2007
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4
GROSS IMPAIRED LOANS:									
<u>Canadian</u>									
Retail	869	796	747	621	523	472	444	422	391
Commercial	302	330	307	262	238	228	244	207	197
	1,171	1,126	1,054	883	761	700	688	629	588
<u>International</u>									
Retail	1,131	1,177	1,110	997	833	688	664	559	426
Commercial	1,136	1,143	994	919	776	674	604	566	471
	2,267	2,320	2,104	1,916	1,609	1,362	1,268	1,125	897
<u>Scotia Capital</u>									
Canada	87	174	165	-	-	-	24	48	18
U.S.A.	408	362	267	169	107	86	8	16	11
Europe	6	11	7	17	17	15	24	24	30
	501	547	439	186	124	101	56	88	59
Total Gross Impaired Loans	3,939	3,993	3,597	2,985	2,494	2,163	2,012	1,842	1,544
Specific Allowance for Credit Losses	(1,376)	(1,484)	(1,418)	(1,383)	(1,303)	(1,154)	(1,167)	(1,153)	(943)
Total Net Impaired Loans after Specific Allowance	2,563	2,509	2,179	1,602	1,191	1,009	845	689	601

CHANGES IN GROSS IMPAIRED LOANS BY BUSINESS SEGMENT



(\$MM)	QUARTERLY TREND									
	2009				2008				2007	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	
Balance at Beginning of Period	3,993	3,597	2,985	2,494	2,163	2,012	1,842	1,544	1,709	
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	439	409	436	328	277	234	242	224	234	
Declassifications, Payments and Sales	(234)	(242)	(190)	(110)	(129)	(119)	(128)	(108)	(127)	
Net Classifications	205	167	246	218	148	115	114	116	107	
<u>Canadian Commercial</u>										
New Classifications	74	91	115	31	39	47	50	33	30	
Declassifications, Payments and Sales	(50)	(24)	(17)	-	(14)	(32)	(10)	(13)	(22)	
Net Classifications	24	67	98	31	25	15	40	20	8	
<u>International Retail</u>										
New Classifications	254	276	266	336	215	106	110	103	56	
Declassifications, Payments and Sales	-	-	(2)	-	(1)	(3)	(2)	(15)	(7)	
Net Classifications	254	276	264	336	214	103	108	88	49	
<u>International Commercial</u>										
New Classifications	90	278	97	142	78	159	68	23	21	
Declassifications, Payments and Sales	(85)	(46)	(4)	(9)	(15)	(65)	(41)	(64)	(16)	
Net Classifications	5	232	93	133	63	94	27	(41)	5	
<u>Scotia Capital</u>										
New Classifications	218	205	316	60	6	83	-	61	1	
Declassifications, Payments and Sales	(79)	(44)	(13)	-	-	(33)	(26)	(28)	(12)	
Net Classifications	139	161	303	60	6	50	(26)	33	(11)	
Total	627	903	1,004	778	456	377	263	216	158	
Write-offs										
Canadian Retail	(138)	(138)	(120)	(120)	(97)	(87)	(92)	(85)	(78)	
Canadian Commercial	(42)	(25)	(53)	(7)	(15)	(31)	(3)	(10)	(18)	
International Retail	(190)	(184)	(169)	(130)	(140)	(73)	(84)	(78)	(68)	
International Commercial	(23)	(18)	(9)	(26)	(26)	(21)	(4)	(14)	(51)	
Scotia Capital	(210)	(12)	(46)	-	-	(6)	(7)	(7)	-	
Total	(603)	(377)	(397)	(283)	(278)	(218)	(190)	(194)	(215)	
Forex										
International Retail	(109)	(24)	18	(42)	33	(6)	16	15	(43)	
International Commercial	11	(65)	(9)	36	65	(3)	5	30	(59)	
Scotia Capital	20	(41)	(4)	2	17	1	1	3	(6)	
Total	(78)	(130)	5	(4)	115	(8)	22	48	(108)	
Balance at End of Period	3,939	3,993	3,597	2,985	2,494	2,163	2,012	1,842	1,544	

NET IMPAIRED LOANS BY BUSINESS SEGMENT AND ALLOWANCE FOR CREDIT LOSSES

(\$MM)	QUARTERLY TREND									
	2009				2008				2007	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	
NET IMPAIRED LOANS:										
<u>Canadian</u>										
Retail	508	481	445	334	243	198	171	148	139	
Commercial	138	183	170	115	111	110	120	96	90	
	646	664	615	449	354	308	291	244	229	
<u>International</u>										
Retail	563	605	500	362	273	249	234	173	115	
Commercial	925	906	740	657	481	377	291	219	245	
	1,488	1,511	1,240	1,019	754	626	525	392	360	
<u>Scotia Capital</u>										
Canada	73	99	130	-	-	-	18	36	2	
U.S.A.	354	228	191	131	80	72	4	10	4	
Europe	2	7	3	3	3	3	7	7	6	
	429	334	324	134	83	75	29	53	12	
Total Net Impaired Loans after Specific Allowance	2,563	2,509	2,179	1,602	1,191	1,009	845	689	601	
Coverage Ratio (%) (1)	72.9	74.7	78.6	90.6	105.3	114.5	123.8	134.9	145.1	
ALLOWANCE FOR CREDIT LOSSES:										
Balance, Beginning of Period	2,987	2,836	2,714	2,634	2,485	2,498	2,462	2,252	2,433	
Acquisition of Subsidiaries	-	9	-	-	89	(6)	(3)	177	1	
Write-offs	(603)	(377)	(397)	(283)	(278)	(218)	(190)	(194)	(215)	
Recoveries	64	52	48	59	77	52	51	51	50	
Provision for Credit Losses	420	554	489	281	207	159	153	111	95	
Foreign Currency Adjustment and Other	7	(87)	(18)	23	54	-	25	65	(112)	
Balance, End of Period	2,875	2,987	2,836	2,714	2,634	2,485	2,498	2,462	2,252	
<u>Comprised of:</u>										
Specific Allowance	1,376	1,484	1,418	1,383	1,303	1,154	1,167	1,153	943	
Sectoral Allowance	44	48	60	-	-	-	-	-	-	
General Allowance	1,450	1,450	1,350	1,323	1,323	1,323	1,323	1,298	1,298	
Other Liabilities	5	5	8	8	8	8	8	11	11	
Total Allowance for Credit Losses	2,875	2,987	2,836	2,714	2,634	2,485	2,498	2,462	2,252	

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

IMPAIRED LOANS BY TYPE OF BORROWER



(\$MM)	October 31, 2009			July 31, 2009			October 31, 2008		
	Gross	Specific Allowance for Credit Losses	Net	Gross	Specific Allowance for Credit Losses	Net	Gross	Specific Allowance for Credit Losses	Net
Personal									
Residential Mortgages	1,119	241	878	1,006	245	761	664	232	432
Other Personal Loans	881	688	193	967	642	325	692	608	84
	2,000	929	1,071	1,973	887	1,086	1,356	840	516
Business & Government									
Financial Services	225	42	183	302	127	175	41	28	13
Wholesale and Retail	213	73	140	223	82	141	125	65	60
Real Estate	487	76	411	510	97	413	288	72	216
Oil and Gas	71	6	65	74	14	60	110	11	99
Transportation	76	15	61	49	20	29	42	25	17
Automotive	77	22	55	93	25	68	31	3	28
Agriculture	106	40	66	91	25	66	84	58	26
Government	63	23	40	16	4	12	3	30	(27)
Hotels and Leisure	260	13	247	211	7	204	132	8	124
Mining and Primary Metals	21	9	12	21	6	15	33	18	15
Utilities	1	1	-	1	1	-	-	-	-
Health Care	21	9	12	30	8	22	11	5	6
Telecommunications and Cable	36	14	22	35	15	20	16	9	7
Media	49	9	40	101	46	55	9	8	1
Chemical	3	1	2	11	4	7	10	2	8
Food and Beverage	41	15	26	37	14	23	16	5	11
Forest Products	19	12	7	30	12	18	20	8	12
Other	170	67	103	185	90	95	167	108	59
	1,939	447	1,492	2,020	597	1,423	1,138	463	675
Total	3,939	1,376	2,563	3,993	1,484	2,509	2,494	1,303	1,191

SPECIFIC PROVISIONS FOR CREDIT LOSSES BY TYPE OF BORROWER



(\$MM)	QUARTERLY TREND				FULL YEAR		
	Q4/09	Q3/09	Q2/09	Q1/09	2009	2008	2007
Personal							
Residential Mortgages	5	18	(5)	7	25	-	(9)
Other Personal Loans	274	265	256	247	1,042	636	449
	279	283	251	254	1,067	636	440
Business & Government							
Financial Services	73	68	56	2	199	7	(10)
Wholesale and Retail	4	21	27	49	101	-	(39)
Real Estate and Construction	25	28	14	(8)	59	(69)	(11)
Oil and Gas	1	1	20	12	34	43	(1)
Transportation	(2)	(1)	-	(6)	(9)	(15)	(9)
Automotive	-	12	5	2	19	5	1
Agriculture	11	6	2	-	19	5	(4)
Government	1	-	-	(36)	(35)	(18)	2
Hotels and Leisure	8	1	-	1	10	(4)	(5)
Mining and Primary Metals	1	3	3	(4)	3	(16)	(4)
Utilities	-	-	-	-	-	(2)	(18)
Health Care	1	1	2	-	4	2	(1)
Telecommunications and Cable	-	2	4	-	6	(3)	(5)
Media	5	31	5	11	52	11	(13)
Chemical	-	-	-	1	1	7	(22)
Food and Beverage	1	1	2	4	8	(17)	(6)
Forest Products	-	4	-	1	5	3	-
Other	16	5	11	(2)	30	55	-
	145	183	151	27	506	(6)	(145)
Total	424	466	402	281	1,573	630	295

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>Oct. 31/09 Total</u>	<u>July 31/09 Total</u>	<u>Oct. 31/08 Total</u>
ASIA									
India	1,665	671	-	252	-	38	2,626	2,588	2,504
South Korea	1,468	434	-	467	-	172	2,541	2,687	2,710
China	912	917	53	22	-	5	1,909	2,247	1,899
Malaysia	633	26	-	229	177	4	1,069	1,082	1,114
Japan	834	4	34	64	-	34	970	743	1,234
Hong Kong	324	94	-	375	-	15	808	963	999
Thailand	191	5	-	78	481	-	755	736	394
Other (2)	487	196	63	195	-	7	948	1,134	1,323
Total	6,514	2,347	150	1,682	658	275	11,626	12,180	12,177
LATIN AMERICA									
Mexico	1,461	66	-	421	1,994	167	4,109	4,292	4,096
Chile	1,017	48	-	16	1,699	3	2,783	2,635	2,174
Brazil	470	1,033	-	235	-	3	1,741	1,333	1,567
Peru	168	54	-	-	1,433	4	1,659	1,556	1,457
Costa Rica	815	59	-	1	405	-	1,280	1,396	1,441
El Salvador	218	3	-	-	372	-	593	632	761
Venezuela	5	-	-	-	110	-	115	113	98
Other (3)	1,070	41	14	19	-	17	1,161	1,140	1,118
Total	5,224	1,304	14	692	6,013	194	13,441	13,097	12,712

(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									
	2009				2008				2007	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	
ASSET SECURITIZATION (\$MM):										
Balance, Beginning of Period	18,670	19,090	16,666	13,022	11,650	11,909	11,450	12,045		12,103
Securizations	699	2,006	4,420	4,827	2,577	900	1,142	555		1,010
Paydowns/Maturities	(1,676)	(2,426)	(1,996)	(1,183)	(1,205)	(1,159)	(683)	(1,150)		(1,068)
Balance, End of Period										
Personal Loans	199	207	217	226	235	249	265	285		414
Mortgages	17,494	18,463	18,873	16,440	12,787	11,401	11,644	11,165		11,631
	17,693	18,670	19,090	16,666	13,022	11,650	11,909	11,450		12,045

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

Bonds of Emerging Markets	502	470	414	369	237	345	493	547		530
Other Debt Securities	470	450	(293)	(272)	(1,194)	(292)	(179)	89		(14)
Common and Preferred Shares	41	(25)	(328)	(445)	(271)	140	257	259		456
	1,013	895	(207)	(348)	(1,228)	193	571	895		972
Net Fair Value of Derivative Instruments and Other Hedge Amounts	(185)	(162)	(322)	(257)	(92)	14	(16)	(40)		5
Net Unrealized Gains (Losses)	828	733	(529)	(605)	(1,320)	207	555	855		977

INTEREST RATE SENSITIVITY (\$B):

	Within 3 Months	3 to 12 Months	Cumulative Under 1 Year	Over 1 Year	Non-Interest Rate Sensitive
October 31, 2009					
Canadian Currency Gap	32.4	(16.2)	16.2	(7.7)	(8.5)
Foreign Currency Gap	4.6	(7.0)	(2.4)	13.4	(11.0)
Total Currency Gap	37.0	(23.2)	13.8	5.7	(19.5)

() denotes liability gap

Note: Based on the Bank's interest rate positions as at October 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 \$150MM over the next 12 months, and lower common shareholders' equity, in present value terms, by approximately \$188MM. 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 \$178MM over the next 12 months, and increase common shareholders' equity, in present value terms, by approximately \$173MM.

October 31, 2009

Index

Introduction	Page 23
Regulatory Capital	Page 24
Total Risk Weighted Assets and Capital Ratios	Pages 25 & 26
Total Exposure at Default and Risk Weighted Assets for Credit Risk portfolios	Page 27
Total Credit Risk Exposures by Geography	Page 28
AIRB Credit Risk Exposures by Maturity	Page 29
Standardized Credit Risk Exposures by Risk Weight	Page 30
Risk Assessment of Credit Risk Exposures - Non-retail AIRB portfolio	Page 31
Risk Assessment of Credit Risk Exposures - Retail AIRB portfolio	Page 32
AIRB Credit Losses	Page 33
Total Credit Risk Mitigation	Page 34
Derivatives - Counterparty Credit Risk	Page 35
Risk-Weighted Assets for Securitization Exposures	Page 36
Risk-Weighted Assets for Equity Exposures	Page 37
Glossary	Page 38

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 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			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
REGULATORY CAPITAL:								
Common Shares, Contributed Surplus & Retained Earnings	24,862	24,329	23,808	23,349	22,378	22,512	21,943	21,423
Accumulated Foreign Currency Translation Losses	(3,917)	(4,058)	(2,630)	(2,307)	(2,181)	(3,556)	(3,749)	(3,664)
Non-Cumulative Preferred Shares	3,710	3,710	3,710	3,710	2,860	2,560	2,210	1,865
Innovative Capital Instruments	3,400	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	554	520	536	549	502	455	588	548
Gross Tier 1 Capital	28,609	27,875	27,929	27,736	26,114	24,721	23,742	22,922
Goodwill and Excess Intangibles	(2,908)	(2,875)	(2,845)	(2,820)	(2,273)	(2,134)	(2,162)	(1,266)
Other Capital Deductions ⁽¹⁾	(2,051)	(1,938)	(1,951)	(2,077)	(578)	(512)	(507)	(490)
Net Tier 1 Capital	23,650	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	6	-	-	-	-	122	200	161
Subordinated Debentures (net of Amortization) ⁽²⁾	6,833	6,908	7,309	6,357	5,227	4,234	4,659	2,859
Eligible Allowance for Credit Losses ⁽³⁾	570	570	546	520	534	747	783	754
Tier 2 Capital	7,409	7,478	7,855	6,877	5,761	5,103	5,642	3,774
Other Capital Deductions ⁽⁴⁾	(2,471)	(2,371)	(2,378)	(2,338)	(1,177)	(1,134)	(1,127)	(1,066)
Total Regulatory Capital	28,588	28,169	28,610	27,378	27,847	26,044	25,588	23,874
CHANGES IN REGULATORY CAPITAL:								
Total Capital, Beginning of Period	28,169	28,610	27,378	27,847	26,044	25,588	23,874	22,321
Internally Generated Capital								
Net Income	902	931	872	842	315	1,010	980	835
Preferred and Common Share Dividends	(549)	(548)	(548)	(530)	(517)	(517)	(485)	(484)
	353	383	324	312	(202)	493	495	351
External Financing								
Subordinated Debentures (net of Amortization) ⁽²⁾	(75)	(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	178	139	133	667	101	85	29	48
Premium on Purchase of Shares for Cancellation	-	-	-	-	(31)	(6)	-	-
	103	388	1,085	2,647	1,363	4	2,174	685
Other								
Net Change in Foreign Currency Translation Gains / (Losses)	141	(1,428)	(323)	(126)	1,375	193	(85)	885
Net Change in Net Unrealized Gains / Losses (after-tax) on Available-For-Sale Equity Securities	32	219	70	(120)	(317)	(78)	39	(137)
Non-controlling Interest in Subsidiaries	34	(16)	(13)	47	47	(133)	40	51
Other ⁽⁵⁾	(244)	13	89	(3,229)	(463)	(23)	(949)	(282)
	(37)	(1,212)	(177)	(3,428)	642	(41)	(955)	517
Total Capital Generated / (Used)	419	(441)	1,232	(469)	1,803	456	1,714	1,553
Total Capital, End of Period	28,588	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			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
RISK-WEIGHTED ASSETS:								
On- Balance Sheet Assets ⁽¹⁾								
Cash Resources	1.9	2.1	2.6	3.0	3.7	4.6	4.6	6.4
Securities	15.7	15.8	18.3	13.9	14.5	13.9	12.6	11.1
Residential Mortgages	9.9	9.5	10.4	10.5	9.4	8.8	8.2	8.0
Loans & Acceptances								
- Personal Loans	20.2	19.8	19.9	19.9	18.6	17.8	15.8	14.4
- Non-Personal Loans & Acceptances	80.6	83.4	93.5	96.2	95.2	82.4	80.7	75.7
All Other	13.2	12.7	13.4	12.9	14.9	12.1	12.0	11.2
	141.5	143.3	158.1	156.4	156.3	139.6	133.9	126.8
Off- Balance Sheet Assets								
Indirect Credit Instruments	34.1	32.0	36.5	37.1	41.6	38.4	37.1	39.7
Derivative Instruments	6.1	7.5	8.9	9.9	9.7	7.9	8.1	10.7
	40.2	39.5	45.4	47.0	51.3	46.3	45.2	50.4
Total Credit Risk before AIRB scaling factor ⁽²⁾	181.7	182.8	203.5	203.4	207.6	185.9	179.1	177.2
AIRB Scaling factor ⁽³⁾	6.1	6.2	6.9	6.8	6.9	6.3	6.2	6.0
Total Credit Risk after AIRB scaling factor	187.8	189.0	210.4	210.2	214.5	192.2	185.3	183.2
Market Risk - Risk Assets Equivalent	11.4	10.7	10.1	8.7	15.5	13.5	13.8	12.9
Operational Risk - Risk Assets Equivalent	22.4	21.8	21.3	20.8	20.6	20.1	19.8	19.6
Total Risk-Weighted Assets (before Transitional Adjustment)	221.6	221.5	241.8	239.7	250.6	225.8	218.9	215.7
Transitional Adjustment	-	-	-	-	-	-	-	19.2
Total Risk-Weighted Assets	221.6	221.5	241.8	239.7	250.6	225.8	218.9	234.9
RISK-WEIGHTED CAPITAL RATIOS (%):								
Tier I	10.7	10.4	9.6	9.5	9.3	9.8	9.6	9.0
Total	12.9	12.7	11.8	11.4	11.1	11.5	11.7	10.2
Tangible Common Equity ⁽⁴⁾	8.2	7.9	7.2	7.2	6.6	7.4	7.4	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.

(4) TCE ratio restated for prior periods to conform with the revised methodology adopted effective Q4/09.

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



(\$MM)

Basel II Exposure		Q4 2009						Q3 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	53,693	39,409	45,282	42,362	98,975	81,771	103,573	84,130
	Undrawn	33,328	16,118	3,366	3,311	36,694	19,429	36,725	18,898
	Other ⁽³⁾	11,075	4,436	2,106	1,961	13,181	6,397	13,393	6,390
	Total	98,096	59,963	50,754	47,634	148,850	107,597	153,691	109,418
Bank	Drawn	12,297	2,855	9,301	2,672	21,598	5,527	23,599	6,271
	Undrawn	14,170	2,372	70	19	14,240	2,391	13,555	2,400
	Other ⁽³⁾	11,907	1,810	503	222	12,410	2,032	13,822	2,331
	Total	38,374	7,037	9,874	2,913	48,248	9,950	50,976	11,002
Sovereign	Drawn	39,089	223	12,252	2,117	51,341	2,340	36,724	2,341
	Undrawn	815	56	51	27	866	83	863	92
	Other ⁽³⁾	634	16	8	2	642	18	772	18
	Total	40,538	295	12,311	2,146	52,849	2,441	38,359	2,451
Total Non-Retail	Drawn	105,079	42,487	66,835	47,151	171,914	89,638	163,896	92,742
	Undrawn	48,313	18,546	3,487	3,357	51,800	21,903	51,143	21,390
	Other ⁽³⁾	23,616	6,262	2,617	2,185	26,233	8,447	27,987	8,739
	Total	177,008	67,295	72,939	52,693	249,947	119,988	243,026	122,871
Retail									
Residential Mortgages	Drawn	108,835	4,135	13,183	5,733	122,018	9,868	118,166	9,528
	Undrawn	6,702	131	-	-	6,702	131	5,461	88
	Total	115,537	4,266	13,183	5,733	128,720	9,999	123,627	9,616
Secured Lines Of Credit	Drawn	18,112	747			18,112	747	17,718	692
	Undrawn	-	-			-	-	6	1
	Total	18,112	747			18,112	747	17,724	693
Qualifying Revolving Retail Exposures (QRRE)	Drawn	13,142	5,406			13,142	5,406	12,821	5,217
	Undrawn	5,594	797			5,594	797	5,530	776
	Total	18,736	6,203			18,736	6,203	18,351	5,993
Other Retail	Drawn	11,486	5,737	11,527	8,337	23,013	14,074	22,630	13,860
	Undrawn	65	54	389	292	454	346	233	175
	Total	11,551	5,791	11,916	8,629	23,467	14,420	22,863	14,035
Total Retail	Drawn	151,575	16,025	24,710	14,070	176,285	30,095	171,335	29,297
	Undrawn	12,361	982	389	292	12,750	1,274	11,230	1,040
	Total	163,936	17,007	25,099	14,362	189,035	31,369	182,565	30,337
Securitizations		18,528	6,474	-	-	18,528	6,474	20,561	4,953
Trading Derivatives		17,590	5,850	-	-	17,590	5,850	19,291	7,199
Total Credit Risk (Excluding Equities & Other Assets)		377,062	96,626	98,038	67,055	475,100	163,681	465,443	165,360
Equities		2,897	5,607	-	-	2,897	5,607	2,992	5,497
Other Assets		-	-	26,275	12,418	26,275	12,418	24,809	11,923
Total Credit Risk (Before Scaling Factor)		379,959	102,233	124,313	79,473	504,272	181,706	493,244	182,780
Add-on for 6% Scaling Factor ⁽⁴⁾		n/a	6,134	n/a	n/a	n/a	6,134	n/a	6,211
Total Credit Risk		379,959	108,367	124,313	79,473	504,272	187,840	493,244	188,991

(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; banking book 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							
		Q2		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⁾	EAD ⁽¹⁾	RWA ⁽²⁾
Non-Retail													
Corporate	Drawn	118,589	95,391	123,868	96,292	117,649	95,688	103,234	82,970	101,062	80,113	95,732	76,546
	Undrawn	38,769	20,451	39,403	20,685	43,943	24,886	40,781	23,031	40,649	23,161	42,569	26,231
	Other ⁽³⁾	15,697	7,570	16,908	8,004	16,856	8,615	16,053	8,438	15,029	7,771	14,531	7,467
	Total	173,055	123,412	180,179	124,981	178,448	129,189	160,068	114,439	156,740	111,045	152,832	110,244
Bank	Drawn	26,896	6,890	31,783	7,042	32,986	7,284	34,675	7,430	33,132	7,798	38,861	8,317
	Undrawn	14,832	2,804	16,201	2,827	16,586	3,056	14,864	2,809	15,178	3,048	15,449	3,093
	Other ⁽³⁾	15,523	2,815	16,013	2,610	16,587	2,860	16,350	2,707	15,215	2,562	14,080	2,413
	Total	57,251	12,509	63,997	12,479	66,159	13,200	65,889	12,946	63,525	13,408	68,390	13,823
Sovereign	Drawn	36,721	3,035	26,517	2,407	24,626	2,533	15,327	3,454	14,139	2,909	13,175	3,308
	Undrawn	933	109	1,169	215	1,270	210	1,326	127	1,161	98	1,065	215
	Other ⁽³⁾	645	1	779	5	1,280	67	296	8	452	8	1,074	11
	Total	38,299	3,145	28,465	2,627	27,176	2,810	16,949	3,589	15,752	3,015	15,314	3,534
Total Non-retail	Drawn	182,206	105,316	182,168	105,741	175,261	105,505	153,236	93,854	148,333	90,820	147,768	88,171
	Undrawn	54,534	23,364	56,773	23,727	61,799	28,152	56,971	25,967	56,988	26,307	59,083	29,539
	Other ⁽³⁾	31,865	10,386	33,700	10,619	34,723	11,542	32,699	11,153	30,696	10,341	29,685	9,891
	Total	268,605	139,066	272,641	140,087	271,783	145,199	242,906	130,974	236,017	127,468	236,536	127,601
Retail													
Residential Mortgages	Drawn	115,544	10,369	118,044	10,521	120,709	9,409	113,014	8,824	107,494	8,151	105,290	8,023
	Undrawn	3,997	54	3,798	125	3,292	33	2,489	33	3,794	42	1,717	30
	Total	119,541	10,423	121,842	10,646	124,001	9,442	115,503	8,857	111,288	8,193	107,007	8,053
Secured Lines Of Credit	Drawn	16,998	674	15,650	728	14,644	544	14,029	469	13,437	457	12,832	479
	Undrawn	8	1	-	-	-	-	21	3	-	-	-	-
	Total	17,006	675	15,650	728	14,644	544	14,050	472	13,437	457	12,832	479
Qualifying Revolving Retail Exposures (QRRE)	Drawn	12,541	5,064	12,234	4,755	12,051	4,005	11,863	3,830	11,741	3,818	11,569	3,890
	Undrawn	5,316	745	8,022	810	7,076	756	8,004	784	8,076	747	7,008	702
	Total	17,857	5,809	20,256	5,565	19,127	4,761	19,867	4,614	19,817	4,565	18,577	4,592
Other Retail	Drawn	22,704	14,162	23,148	14,450	23,453	14,087	22,607	13,546	19,650	11,507	18,827	10,028
	Undrawn	253	191	257	198	243	187	162	122	136	102	111	85
	Total	22,957	14,353	23,405	14,648	23,696	14,274	22,769	13,668	19,786	11,609	18,938	10,113
Total Retail	Drawn	167,787	30,269	169,076	30,454	170,857	28,045	161,513	26,669	152,322	23,933	148,518	22,420
	Undrawn	9,574	991	12,077	1,133	10,611	976	10,676	942	12,006	891	8,836	817
	Total	177,361	31,260	181,153	31,587	181,468	29,021	172,189	27,611	164,328	24,824	157,354	23,237
Securitizations	24,294	6,540	26,646	4,290	28,539	4,354	32,098	4,603	33,613	3,925	34,835	3,763	
Trading Derivatives	21,237	8,552	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)		491,497	185,418	506,946	185,495	506,241	187,169	466,445	170,313	455,731	163,952	450,657	164,222
Equities		2,989	5,581	3,072	5,614	3,375	6,142	2,911	5,116	2,848	4,538	2,633	3,316
Other Assets		24,188	12,572	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)		518,674	203,571	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	6,862	n/a	6,801	n/a	6,946	n/a	6,247	n/a	6,104	n/a	5,963
Total Credit Risk		518,674	210,433	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; banking book derivatives and repo-style exposures, net of related collaterals

(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)	Q4 2009				Q3 2009			
	Drawn	Undrawn	Other ⁽³⁾	Total	Drawn	Undrawn	Other ⁽³⁾	Total
Canada	210,866	43,719	25,283	279,868	208,925	41,772	29,132	279,829
USA	39,790	15,172	25,378	80,340	28,819	15,118	26,903	70,840
Mexico	11,312	218	849	12,379	11,391	194	930	12,515
Other International								
Europe	20,111	1,798	5,782	27,691	20,445	1,997	6,097	28,539
Caribbean	24,304	1,356	2,083	27,743	24,253	1,248	2,090	27,591
Latin America (excl. Mexico)	21,790	1,158	1,161	24,109	20,826	884	897	22,607
All Other	20,025	1,130	1,815	22,970	20,572	1,160	1,790	23,522
Total	348,198	64,551	62,351	475,100	335,231	62,373	67,839	465,443

	Q2 2009	Q1 2009	Q4 2008	Q3 2008
	Total	Total	Total	Total
Canada	280,305	280,829	278,770	270,162
USA	81,739	89,149	89,451	71,618
Mexico	13,768	14,408	15,137	15,443
Other International				
Europe	34,545	38,391	39,486	36,848
Caribbean	30,882	32,098	30,788	25,856
Latin America (excl. Mexico)	24,872	25,049	22,653	20,686
All Other	25,386	27,022	29,956	25,711
Total	491,497	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)	Q4 2009				Q3 2009			
	Drawn	Undrawn	Other ⁽³⁾	Total	Drawn	Undrawn	Other ⁽³⁾	Total
Non-Retail								
Less than 1 year	49,398	18,550	25,009	92,957	34,333	16,646	26,198	77,177
1 to 5 years	48,962	29,016	30,853	108,831	58,012	30,414	33,815	122,241
Over 5 Years	6,719	747	3,872	11,338	7,469	811	5,631	13,911
Total Non-Retail	105,079	48,313	59,734	213,126	99,814	47,871	65,644	213,329
Retail								
Less than 1 year	15,644	6,767		22,411	14,384	5,541		19,925
1 to 5 years	100,888	-		100,888	98,629	-		98,629
Over 5 Years	2,536	-		2,536	2,328	-		2,328
Revolving Credits ⁽⁴⁾	32,507	5,594		38,101	31,762	5,530		37,292
Total Retail	151,575	12,361		163,936	147,103	11,071		158,174
Total	256,654	60,674	59,734	377,062	246,917	58,942	65,644	371,503

	Q2 2009	Q1 2009	Q4 2008
	Total	Total	Total
Non-Retail			
Less than 1 year	107,581	119,467	102,477
1 to 5 years	111,801	111,840	125,618
Over 5 Years	18,378	16,419	18,650
Total Non-Retail	237,760	247,726	246,745
Retail			
Less than 1 year	18,913	19,364	17,025
1 to 5 years	84,910	85,703	90,120
Over 5 Years	1,917	1,870	1,782
Revolving Credits ⁽⁴⁾	36,063	37,063	34,925
Total Retail	141,803	144,000	143,852
Total	379,563	391,726	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	Q4 2009							Q3 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%	2,553	636	9,134	12,323	92	230	322	777	676	7,341	8,794	75	239	314
20%	900	7,642	1,288	9,830	-	-	-	1,124	6,217	1,739	9,080	-	-	-
35%	-	-	-	-	10,450	512	10,962	-	-	-	-	10,118	524	10,642
50%	420	421	-	841	-	-	-	368	20	-	388	-	-	-
75%	-	-	-	-	2,264	11,042	13,306	-	-	-	-	2,280	10,664	12,944
100%	46,150	1,175	1,889	49,214	377	60	437	48,175	1,148	1,802	51,125	332	70	402
150%	731	-	-	731	-	72	72	162	-	-	162	-	89	89
Total	50,754	9,874	12,311	72,939	13,183	11,916	25,099	50,606	8,061	10,882	69,549	12,805	11,586	24,391

Risk Weight	Q2 2009		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	Non-Retail	Retail
0%	9,257	5,939	9,710	6,899	9,353	7,358	8,480	5,295	8,162	4,541	9,053	5,489
20%	8,455	-	9,362	-	10,035	-	9,578	-	7,049	-	6,432	-
35%	-	14,875	-	15,017	-	14,818	-	14,502	-	13,304	-	12,947
50%	355	-	281	-	10	-	21	-	19	-	545	-
75%	-	14,250	-	14,872	-	15,102	-	14,345	-	11,805	-	9,842
100%	58,269	403	58,271	306	58,579	284	53,209	259	51,565	175	54,252	288
150%	40	91	443	59	51	54	45	10	33	22	81	13
Total	76,376	35,558	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.

RISK ASSESSMENT OF CREDIT RISK EXPOSURES



NON-RETAIL AIRB PORTFOLIO - CREDIT QUALITY

Category of Internal Grades ⁽¹⁾	Q4 2009				Q3 2009				Q2 2009				Q1 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)	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																
Corporate	54,334	0.21	41	37	57,132	0.21	41	38	67,109	0.21	41	38	76,722	0.21	41	38
Bank	47,781	0.13	31	19	52,362	0.13	31	20	58,801	0.13	31	20	67,324	0.13	30	18
Sovereign	86,607	0.01	14	1	70,994	0.01	14	1	61,622	0.01	14	1	53,338	0.01	13	1
Sub-Total	188,722	0.10	26	16	180,488	0.11	27	18	187,532	0.12	29	20	197,384	0.13	30	21
Non-Investment Grade																
Corporate	42,332	0.86	39	65	46,054	0.85	40	66	51,569	0.84	40	68	51,694	0.79	40	68
Bank	143	0.65	30	34	726	0.89	30	41	1,181	0.97	30	47	1,872	1.02	30	48
Sovereign	11	1.45	15	28	3	1.00	15	23	3	1.03	15	23	2	1.10	15	23
Sub-Total	42,486	0.86	39	65	46,783	0.85	39	66	52,753	0.85	40	67	53,568	0.80	40	67
Watch List																
Corporate	5,150	25.75	41	211	4,655	22.21	41	204	5,141	23.92	39	202	4,223	23.50	39	202
Bank	54	35.27	30	177	113	30.81	30	160	-	12.14	30	127	-	-	-	-
Sovereign	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sub-Total	5,204	25.85	41	211	4,768	22.41	40	203	5,141	23.92	39	202	4,223	23.50	39	202
Default ⁽⁷⁾	1,683	100.00	43	297	1,452	100.00	43	268	1,221	100.00	43	318	618	100.00	46	447
Total	238,095	1.50	29	31	233,491	1.33	30	33	246,647	1.27	31	34	255,793	0.89	32	34

(1) The cross references of the Bank's internal borrower grades with equivalent rating categories utilized by external rating agencies are outlined on page 143 of the Bank's 2009 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) 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 PORTFOLIO - CREDIT COMMITMENTS

Exposure Type	Q4 2009		Q3 2009		Q2 2009		Q1 2009	
	Notional Undrawn	Weighted Average EAD (%)	Notional Undrawn	Weighted Average EAD (%)	Notional Undrawn	Weighted Average EAD (%)	Notional Undrawn	Weighted Average EAD (%)
Corporate	59,048	56	58,957	57	61,149	57	62,992	57
Bank	20,401	69	19,405	70	21,166	70	23,154	70
Sovereign	1,182	70	1,199	69	1,266	69	1,395	69
Total	80,631	60	79,561	60	83,581	61	87,541	61

RISK ASSESSMENT OF CREDIT RISK EXPOSURES

RETAIL AIRB PORTFOLIO - CREDIT QUALITY

Category of PD Grades ⁽¹⁾	Q4 2009				Q3 2009				Q2 2009				Q1 2009				
	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	65,724	0.09	13	3	64,001	0.09	12	3	59,416	0.09	12	2	56,758	0.07	12	2	
Low	12,003	0.36	13	8	11,783	0.36	12	8	10,649	0.36	12	7	7,658	0.36	12	7	
Medium	11,234	0.94	13	15	10,869	0.95	12	15	9,856	0.92	12	14	13,116	0.90	12	13	
High	990	12.05	13	63	980	11.53	12	59	855	11.84	12	58	1,510	12.05	12	56	
Very High	-	-	-	-	-	-	-	-	-	-	-	-	107	18.06	-	64	
Default ⁽⁷⁾	201	100.00	13	-	190	100.00	12	-	140	100.00	12	-	117	100.00	12	-	
Sub-total	90,152	0.58	13	6	87,823	0.57	12	5	80,915	0.52	12	5	79,266	0.64	12	5	
Qualifying Revolving Retail Exposures(QRRE)																	
Very Low	5,444	0.13	86	7	5,501	0.13	86	7	5,302	0.13	86	7	9,290	0.11	86	6	
Low	4,202	0.37	86	15	2,391	0.31	86	13	3,941	0.37	86	15	4,054	0.37	86	15	
Medium	7,264	1.19	86	37	8,682	1.06	86	33	6,882	1.19	86	36	5,200	1.28	86	38	
High	963	4.67	86	100	964	4.66	86	100	933	4.64	86	99	864	4.37	86	95	
Very High	690	20.81	86	230	656	19.59	86	224	650	18.89	86	221	727	19.42	86	223	
Default ⁽⁷⁾	173	100.00	86	-	157	100.00	86	-	149	100.00	86	-	120	100.00	86	-	
Sub-total	18,736	2.51	86	33	18,351	2.38	86	33	17,857	2.34	86	33	20,255	1.93	86	27	
Other Retail																	
Very Low	4,194	0.15	70	23	4,007	0.15	70	22	3,635	0.15	70	22	4,004	0.13	70	20	
Low	2,396	0.38	70	43	2,348	0.38	70	43	1,986	0.38	70	43	1,836	0.39	70	43	
Medium	4,250	1.21	70	73	4,235	1.19	70	72	3,658	1.16	70	72	3,140	1.32	70	75	
High	344	7.25	70	111	338	7.24	70	111	317	7.10	70	110	510	7.39	70	110	
Very High	177	44.29	70	186	171	44.45	70	186	125	43.56	70	186	175	44.94	70	185	
Default ⁽⁷⁾	190	100.00	70	-	179	100.00	70	-	129	100.00	70	-	100	100.00	70	-	
Sub-total	11,551	3.12	70	50	11,277	3.06	70	50	9,850	2.65	70	49	9,765	2.76	70	49	
Total Retail																	
Very Low	75,362	0.09	21	4	73,508	0.09	21	4	68,353	0.09	21	4	70,051	0.08	25	4	
Low	18,601	0.36	37	14	16,522	0.36	31	13	16,576	0.36	37	13	13,549	0.37	42	14	
Medium	22,748	1.07	47	33	23,786	1.03	50	32	20,396	1.05	48	32	21,456	1.05	38	28	
High	2,297	8.24	52	86	2,282	7.99	52	84	2,105	7.94	54	84	2,884	8.92	44	78	
Very High	867	25.60	83	221	827	24.72	83	216	775	22.88	84	215	1,009	23.69	75	200	
Default ⁽⁷⁾	564	100.00	55	-	526	100.00	54	-	418	100.00	56	-	337	100.00	56	-	
Total	120,439	1.13	30	14	117,451	1.10	30	14	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 144 of the Bank's 2009 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.

AIRB CREDIT LOSSES



Exposure Type	Q4 2009		Q3 2009		Q2 2009		Q1 2009	
	Actual Loss Rate (%)	Expected Loss Rate (%)	Actual Loss Rate (%)	Expected Loss Rate (%)	Actual Loss Rate (%)	Expected Loss Rate (%)	Actual Loss Rate (%)	Expected Loss Rate (%)
Non-Retail⁽¹⁾								
Corporate	0.54	0.63	0.45	0.46	0.29	0.40	0.10	0.40
Sovereign	-	0.01	-	0.01	-	0.02	-	0.01
Bank	-	0.07	-	0.07	-	0.06	-	0.07
Retail⁽²⁾								
Real Estate Secured	-	0.03	-	0.03	-	0.03	-	0.03
QRRE	1.90	2.08	1.78	1.99	1.64	1.99	1.55	2.06
Other Retail	1.17	1.52	1.08	1.48	1.01	1.47	0.95	1.47

(1) Non-retail actual loss rates represent the credit losses net of recoveries for the current and prior three quarters divided by the 5 point average of outstanding loan balances for the same four-quarter period beginning 12 months ago. Expected loss rates represent the expected losses that were predicted at the beginning of the four-quarter period divided by outstanding loan balances at the beginning of the four-quarter period.

(2) Retail actual loss rates represent write-offs net of recoveries for the current and prior three quarters divided by the 5 point average of outstanding loan balances for the same four quarter period beginning 12 months ago. Expected loss rates represent the expected losses that were predicted at the beginning of the four-quarter period divided by outstanding loan balances at the beginning of the four-quarter period.

EXPOSURE AT DEFAULT⁽¹⁾

(\$MM)

Basel II Exposure type	Q4 2009			Q3 2009			Q2 2009			Q1 2009		
	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	2,560	760	3,808	774	712	3,958	812	216	3,652	815	209	3,995
Bank	122	534	1,809	268	408	1,375	264	292	1,419	282	-	627
Sovereign	25	17	-	16	18	-	24	21	-	26	23	-
Total Non-Retail	2,707	1,311	5,617	1,058	1,138	5,333	1,100	529	5,071	1,123	232	4,622
Retail												
Residential Mortgages ⁽²⁾	53	1,706	43,497	55	1,661	40,723	50	7,420	33,181	44	8,370	34,713
Secured Lines of Credit	-	-	-	-	-	-	-	-	-	-	-	-
Qualifying Revolving Retail Exposures(QRRE)	-	-	-	-	-	-	-	-	-	-	-	-
Other Retail	677	65	-	674	69	-	797	75	-	840	80	-
Total Retail	730	1,771	43,497	729	1,730	40,723	847	7,495	33,181	884	8,450	34,713
Total	3,437	3,082	49,114	1,787	2,868	46,056	1,947	8,024	38,252	2,007	8,682	39,335

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


(\$MM)

Contract Types	Q4 2009				Q3 2009				Q2 2009				Q1 2009			
	Notional Amount	Credit Risk Amount	Credit Risk Equivalent Amount	Risk Weighted Amount ⁽¹⁾	Notional Amount	Credit Risk Amount	Credit Risk Equivalent Amount	Risk Weighted Amount ⁽¹⁾	Notional Amount	Credit Risk Amount	Credit Risk Equivalent Amount	Risk Weighted Amount ⁽¹⁾	Notional Amount	Credit Risk Amount	Credit Risk Equivalent Amount	Risk Weighted Amount ⁽¹⁾
Interest Rate Contracts:																
Futures and Forward Rate Agreements	126,959	5	16		117,115	5	13		137,620	12	12		102,527	17	17	
Swaps	865,040	10,956	14,376		960,728	13,896	18,262		868,053	17,420	21,358		777,498	17,529	21,067	
Options Purchased	35,576	227	263		40,104	258	294		53,637	332	387		44,501	456	524	
Options Written	42,622	-	-		43,506	-	-		35,734	-	-		40,596	-	-	
Total	1,070,197	11,188	14,655	1,773	1,161,453	14,159	18,569	2,022	1,095,044	17,764	21,757	2,811	965,122	18,002	21,608	2,950
Foreign Exchange Contracts:																
Futures, Spots and Forwards	211,441	3,336	5,504		206,237	4,584	6,664		228,692	4,258	6,588		234,758	6,874	9,376	
Swaps	118,850	6,049	12,238		121,674	6,576	12,687		123,323	5,504	11,520		125,526	5,461	11,290	
Options Purchased	3,706	89	142		4,091	232	283		6,122	195	279		6,385	371	449	
Options Written	4,504	-	-		4,853	-	-		6,867	-	-		6,678	-	-	
Total	338,501	9,474	17,884	2,328	336,855	11,392	19,634	2,341	365,004	9,957	18,387	2,657	373,347	12,706	21,115	3,598
Other Derivatives Contracts:																
Equity	30,324	1,267	2,807	579	26,414	902	2,257	467	27,561	2,206	3,682	803	22,590	1,346	2,615	1,006
Credit	90,537	3,578	8,491	934	90,172	5,089	9,790	2,236	104,191	8,810	14,420	2,214	116,365	10,618	16,851	1,955
Other	10,093	485	1,299	478	9,684	401	1,201	432	8,360	513	1,202	392	6,722	854	1,395	409
Total	130,954	5,330	12,597	1,991	126,270	6,392	13,248	3,135	140,112	11,529	19,304	3,409	145,677	12,818	20,861	3,370
Total Derivatives	1,539,652	25,992	45,136	6,092	1,624,578	31,943	51,451	7,498	1,600,160	39,250	59,448	8,877	1,484,146	43,526	63,584	9,918
Less: Impact of Master Netting Agreements and Collateral		18,293	26,649	- ⁽¹⁾		22,284	31,071	- ⁽¹⁾		27,464	37,040	- ⁽¹⁾		26,769	35,650	- ⁽¹⁾
Total after Netting and Collateral		7,699	18,487	6,092		9,659	20,380	7,498		11,786	22,408	8,877		16,757	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 Collateral		37,296		22,016		20,516		21,663
Total after Netting and Collateral		28,521		22,138		25,416		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)			Q4 2009				Q3 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	6,495	9,155	15,650	1,443	7,597	9,730	17,327	1,637
	A- to BBB-	35 - 100	1,171	751	1,922	1,498	1,116	1,512	2,628	1,941
Non-Investment Grade	BB+ to BB-	150 - 650	339	328	667	3,533	336	-	336	1,375
	Below BB-	Capital Deduction ⁽²⁾	289	-	289	n/a	264	5	269	n/a
Total			8,294	10,234	18,528	6,474	9,313	11,247	20,560	4,953

			Q2 2009				Q1 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	8,714	11,561	20,275	2,070	8,493	14,426	22,919	2,369
	A- to BBB-	35 - 100	1,121	2,161	3,282	2,190	935	2,571	3,506	1,869
Non-Investment Grade	BB+ to BB-	150 - 650	408	94	502	2,280	12	-	12	52
	Below BB-	Capital Deduction ⁽²⁾	228	7	235	n/a	209	-	209	n/a
Total			10,471	13,823	24,294	6,540	9,649	16,997	26,646	4,290

(1) Includes on- balance sheet investments in asset backed securities (ABS), mortgage backed securities (MBS), collateralized loan obligations (CLOs), collateralized debt obligations (CDOs), and off- balance sheet liquidity lines and credit enhancements 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	Q4 2009		Q3 2009		Q2 2009		Q1 2009	
	Gross Exposures	Risk-Weighted Assets	Gross Exposures	Risk-Weighted Assets	Gross Exposures	Risk-Weighted Assets	Gross Exposures	Risk-Weighted Assets
Grandfathered equity investments	1,476	1,476	1,654	1,654	1,635	1,635	1,606	1,606
Non-grandfathered - Simple risk weight method	997	3,502	875	3,145	937	3,317	1,030	3,356
Total Banking Book Equities (Excl. Preferred Shares)	2,473	4,978	2,529	4,799	2,572	4,952	2,636	4,962
Preferred Shares - PD/LGD Approach	424	629	463	698	417	629	436	652
Total Banking Book Equities	2,897	5,607	2,992	5,497	2,989	5,581	3,072	5,614

Of the banking book equity exposures (excluding preferred) approximately 60% in Q4/09 (Q3/09: 56%) are traded in a public exchange, with the remaining 40% in Q4/09 (Q3/09: 44%) 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>	
Real Estate Secured	
Residential Mortgages	Loans to individuals against residential property (four units or less).
Secured Lines Of Credit	Revolving personal lines of credit secured by first charge on residential real estate.
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.