

SUPPLEMENTARY FINANCIAL INFORMATION



October 31, 2010

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HIGHLIGHTS



	QUARTERLY TREND									FULL YEAR		
	2010				2009				2008	2010	2009	2008
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
Operating Performance:												
Net Income (\$MM)	1,092	1,062	1,097	988	902	931	872	842	315	4,239	3,547	3,140
Net Income available to Common Shareholders (\$MM)	1,040	1,011	1,048	939	853	882	821	805	283	4,038	3,361	3,033
EPS (\$) - basic	1.00	0.98	1.02	0.92	0.84	0.87	0.81	0.80	0.28	3.91	3.32	3.07
- diluted	1.00	0.98	1.02	0.91	0.83	0.87	0.81	0.80	0.28	3.91	3.31	3.05
ROE (%)	17.9	18.2	19.9	17.4	16.4	17.3	16.8	16.2	6.0	18.3	16.7	16.7
Net Interest Margin (%) (1)	1.75	1.68	1.73	1.76	1.74	1.76	1.71	1.52	1.68	1.73	1.68	1.75
Productivity Ratio (TEB) (%)	54.4	52.5	49.9	50.5	54.2	51.0	51.4	58.7	75.2	51.8	53.7	59.4
Effective Tax Rate (%)	25.9	26.8	28.3	33.6	25.7	24.0	26.1	17.9	0.6	28.7	23.6	17.5
Effective Tax Rate (TEB) (%)	29.2	30.2	31.4	36.7	29.8	27.9	30.5	23.0	22.3	31.9	28.0	25.4
Cash Flow:												
Cash Net Income (\$MM) (2)	1,111	1,076	1,115	1,006	919	947	890	857	334	4,308	3,613	3,196
Cash EPS (\$) - basic (2)	1.02	0.99	1.04	0.93	0.85	0.88	0.83	0.82	0.31	3.98	3.38	3.13
- diluted (2)	1.02	0.99	1.04	0.93	0.85	0.88	0.82	0.82	0.30	3.97	3.37	3.11
Cash ROE (%) (2)	18.2	18.5	20.2	17.8	16.7	17.6	17.2	16.6	6.4	18.6	17.0	17.0
Balance Sheet:												
Total Assets (\$B)	526.7	523.4	526.1	507.6	496.5	486.5	514.5	510.6	507.6			
Loans and Acceptances (\$B)	291.8	286.5	281.3	275.8	275.9	276.8	306.6	313.2	300.6			
Deposits (\$B)	361.7	365.2	371.2	364.9	350.4	333.7	346.9	346.6	346.6			
Common Shareholders' Equity (\$B)	23.7	22.5	21.6	21.6	21.1	20.3	20.1	19.9	18.8			
Credit Quality:												
Net Impaired Loans (\$MM) (3)	3,044	2,598	2,475	2,677	2,563	2,509	2,179	1,602	1,191			
Sectoral Allowance for Credit Losses (\$MM)	-	-	24	43	44	48	60	-	-			
General Allowance for Credit Losses (\$MM)	1,410	1,450	1,450	1,450	1,450	1,450	1,350	1,323	1,323			
Net Impaired Loans as % of Loans and Acceptances (3)	1.04	0.91	0.88	0.97	0.93	0.91	0.71	0.51	0.40			
Specific Provisions (\$MM)	294	300	357	372	424	466	402	281	207	1,323	1,573	630
- % of Average Loans and Acceptances	0.41	0.43	0.55	0.55	0.63	0.64	0.54	0.36	0.29	0.48	0.54	0.24
Capital Measures:												
Tier 1 Capital Ratio (%)	11.8	11.7	11.2	11.2	10.7	10.4	9.6	9.5	9.3			
Total Capital Ratio (%)	13.8	13.8	13.3	13.5	12.9	12.7	11.8	11.4	11.1			
Tangible Common Equity Ratio (%)	9.6	9.3	8.8	8.8	8.2	7.9	7.2	7.2	6.6			
Risk-Weighted Assets (\$B)	215.0	213.0	215.1	215.9	221.6	221.5	241.8	239.7	250.6			

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

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

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

COMMON SHARE AND OTHER INFORMATION



	QUARTERLY TREND									FULL YEAR		
	2010				2009				2008	2010	2009	2008
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
Valuation:												
Book Value per Share (\$)	22.68	21.67	20.87	21.04	20.55	19.89	19.80	19.67	18.94	22.68	20.55	18.94
Share Price (\$) - High	55.76	52.89	55.33	49.93	49.19	46.51	35.85	40.68	51.55	55.76	49.19	54.00
- Low	49.00	47.71	44.39	44.12	42.95	33.75	23.99	27.35	35.25	44.12	23.99	35.25
- Close	54.67	51.59	51.78	44.83	45.25	45.92	33.94	29.67	40.19	54.67	45.25	40.19
Share Price (Closing) as % Book Value	241.0	238.1	248.1	213.1	220.2	230.9	171.4	150.8	212.2	241.0	220.2	212.2
Price (Closing)/Earnings Ratio (X) (1)	14.0	13.8	14.2	13.0	13.6	16.6	11.8	9.8	13.1	14.0	13.6	13.1
Market Capitalization (\$MM)	57,016	53,556	53,544	46,115	46,379	46,858	34,518	30,039	39,865	57,016	46,379	39,865
Dividends:												
Common Dividends Paid (\$MM)	509	507	505	502	501	499	497	493	485	2,023	1,990	1,896
Common Dividends/Share (\$)	0.49	0.49	0.49	0.49	0.49	0.49	0.49	0.49	0.49	1.96	1.96	1.92
Dividend Yield (%)	3.7	3.9	3.9	4.2	4.3	4.9	6.6	5.8	4.5	3.9	5.4	4.3
Shares:												
Number of Common Shares Outstanding at Period End (MM)	1,043	1,038	1,034	1,029	1,025	1,020	1,017	1,012	992			
Average Number of Common Shares Outstanding (MM) -- Basic	1,039	1,034	1,030	1,025	1,021	1,017	1,014	1,001	990	1,032	1,013	987
-- Diluted	1,040	1,036	1,031	1,028	1,024	1,020	1,016	1,003	994	1,034	1,016	993
Share Buybacks:												
Number of Common Shares Purchased (M)	-	-	-	-	-	-	-	-	750	-	-	875
Average Purchase Price (\$)	-	-	-	-	-	-	-	-	45.16	-	-	45.61
Other Information:												
Employees	70,772	69,950	68,028	67,910	67,802	67,482	67,698	69,451	69,049			
Branches and Offices	2,784	2,747	2,730	2,692	2,686	2,689	2,683	2,696	2,672			
ABMs	5,978	5,910	5,874	5,806	5,778	5,701	5,719	5,703	5,609			
Senior Debt Credit Ratings:												
Standard & Poor's	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-		
Moody's	Aa1	Aa1	Aa1	Aa1	Aa1	Aa1	Aa1	Aa1	Aa1	Aa1		

(1) Based on trailing 4 quarters' EPS

(2) Excludes affiliates

CONSOLIDATED STATEMENT OF INCOME AND NET INCOME BY BUSINESS SEGMENT



(\$ MM)

CONSOLIDATED STATEMENT OF INCOME:

	QUARTERLY TREND								FULL YEAR			
	2010				2009				2008	2010	2009	2008
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
Interest Income (TEB)	4,445	4,447	4,100	4,185	4,166	4,755	4,862	5,440	5,908	17,177	19,223	22,732
Interest Expense	2,132	2,204	1,971	1,963	1,994	2,511	2,698	3,404	3,872	8,270	10,607	14,742
Net Interest Income (TEB)	2,313	2,243	2,129	2,222	2,172	2,244	2,164	2,036	2,036	8,907	8,616	7,990
Other Income (see Page 9)	1,699	1,611	1,815	1,759	1,636	1,599	1,509	1,385	550	6,884	6,129	4,302
Total Revenue (TEB)	4,012	3,854	3,944	3,981	3,808	3,843	3,673	3,421	2,586	15,791	14,745	12,292
Taxable Equivalent Adjustment (TEB)	70	70	71	75	73	68	77	70	95	286	288	416
Total Revenue	3,942	3,784	3,873	3,906	3,735	3,775	3,596	3,351	2,491	15,505	14,457	11,876
Provision for Credit Losses	254	276	338	371	420	554	489	281	207	1,239	1,744	630
Total Non-interest Expenses (see Page 10)	2,183	2,023	1,967	2,009	2,064	1,959	1,886	2,010	1,944	8,182	7,919	7,296
Net Income before the undernoted:	1,505	1,485	1,568	1,526	1,251	1,262	1,221	1,060	340	6,084	4,794	3,950
Provision for Income Taxes	390	399	444	512	321	303	319	190	2	1,745	1,133	691
Non-controlling Interest in Net Income of Subsidiaries	23	24	27	26	28	28	30	28	23	100	114	119
Net Income	1,092	1,062	1,097	988	902	931	872	842	315	4,239	3,547	3,140
Amortization of Intangibles (net of taxes)	19	14	18	18	17	16	18	15	19	69	66	56
Cash Net Income	1,111	1,076	1,115	1,006	919	947	890	857	334	4,308	3,613	3,196

NET INCOME BY BUSINESS SEGMENT:

	2010	2009	2008
Canadian Banking (1)	567	604	584
International Banking	363	317	288
Scotia Capital	273	305	391
Other (2)	(111)	(164)	(166)
Total Bank	1,092	1,062	1,097

(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			
	2010				2009				2008	2010	2009	2008
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
Net Interest Income (TEB)	1,314	1,292	1,287	1,298	1,280	1,212	1,147	1,146	1,160	5,191	4,785	4,324
Other Income	660	679	664	623	606	593	524	556	554	2,626	2,279	2,174
Total Revenue (TEB)	1,974	1,971	1,951	1,921	1,886	1,805	1,671	1,702	1,714	7,817	7,064	6,498
Provision for Credit Losses	(174)	(163)	(189)	(180)	(190)	(169)	(188)	(155)	(107)	(706)	(702)	(399)
Non-interest expenses	(1,027)	(983)	(954)	(962)	(991)	(933)	(899)	(934)	(939)	(3,926)	(3,757)	(3,632)
Provision for Income Taxes (TEB)	(206)	(221)	(224)	(218)	(202)	(203)	(174)	(175)	(202)	(869)	(754)	(743)
Non-controlling Interest in Net Income of Subsidiaries		-	-	(1)	-	-	-	-	-	(1)	-	-
Net Income	567	604	584	560	503	500	410	438	466	2,315	1,851	1,724
Return on Economic Equity (%)	26.1	28.6	27.9	25.4	22.1	22.3	19.7	25.8	38.0	27.0	22.3	35.6
Net Interest Margin												
- as % of Average Total Assets	2.48	2.49	2.63	2.58	2.59	2.49	2.46	2.41	2.49	2.54	2.49	2.46
- as % of Average Earning Assets	2.52	2.52	2.66	2.62	2.63	2.54	2.51	2.45	2.54	2.58	2.53	2.51
Specific Provisions as % of Average Loans & Acceptances	0.33	0.33	0.39	0.37	0.40	0.36	0.39	0.33	0.23	0.35	0.37	0.23
Productivity Ratio (%)	52.0	49.9	48.9	50.1	52.5	51.7	53.8	54.9	54.8	50.2	53.2	55.9
Average Balances (\$B):												
Total Assets	210	206	201	199	196	193	191	189	185	204	192	175
Residential Mortgages	134	131	127	125	123	120	118	118	115	129	120	111
Personal Loans	48	48	47	47	46	45	43	42	41	48	44	38
Business Loans & Acceptances	25	25	24	24	24	25	26	26	28	24	25	26
Personal Deposits (1)	107	106	104	104	94	94	92	91	87	105	93	84
Non-personal Deposits	59	58	58	58	54	52	49	49	45	59	51	43
Other:												
Branches	1,024	1,024	1,023	1,024	1,019	1,020	1,021	1,019	1,016			
Wealth Management Offices	98	98	98	100	101	101	101	101	102			
Employees	21,991	21,814	21,660	21,542	21,255	21,324	21,372	21,550	21,565			
ABMs	2,998	2,999	2,992	2,992	2,964	2,948	2,959	2,954	2,943			

(1) Effective Q1/10, broker-sourced deposits, which were previously reported in the Other segment, are now reported in the Canadian Banking segment (Q1/10 impact: \$10 billion)

(2) Excludes affiliates

BUSINESS SEGMENT PERFORMANCE -- INTERNATIONAL BANKING



(\$MM)	QUARTERLY TREND									FULL YEAR		
	2010				2009				2008	2010		
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2010	2009	2008
Net Interest Income (TEB)	1,013	980	822	940	888	979	959	947	940	3,755	3,773	3,315
Other Income	411	404	447	434	364	296	349	471	228	1,696	1,480	1,282
Total Revenue (TEB)	1,424	1,384	1,269	1,374	1,252	1,275	1,308	1,418	1,168	5,451	5,253	4,597
Provision for Credit Losses	(128)	(138)	(173)	(177)	(167)	(179)	(115)	(116)	(90)	(616)	(577)	(236)
Non-interest Expenses	(790)	(754)	(681)	(706)	(741)	(718)	(729)	(772)	(753)	(2,931)	(2,960)	(2,634)
Provision for Income Taxes (TEB)	(120)	(151)	(100)	(172)	(33)	(38)	(102)	(114)	(75)	(543)	(287)	(422)
Non-controlling Interest in Net Income of Subsidiaries	(23)	(24)	(27)	(25)	(28)	(28)	(30)	(28)	(23)	(99)	(114)	(119)
Net Income	363	317	288	294	283	312	332	388	227	1,262	1,315	1,186
Return on Economic Equity (%)	12.4	11.0	11.3	11.5	10.2	10.9	12.7	17.2	10.5	11.6	12.5	15.5
Net Interest Margin												
- as % of Average Total Assets	4.36	4.33	4.11	4.48	4.37	4.45	4.12	3.96	4.27	4.32	4.21	4.17
- as % of Average Earning Assets	4.37	4.34	4.12	4.48	4.37	4.45	4.13	3.97	4.28	4.33	4.22	4.18
Specific Provisions as % of Average Loans & Acceptances	0.77	0.85	1.22	1.19	1.13	1.13	0.69	0.68	0.59	0.99	0.90	0.44
Productivity Ratio (%)	55.5	54.5	53.7	51.4	59.2	56.3	55.7	54.4	64.5	53.8	56.3	57.3
Average Balances (\$B):												
Total Assets	92	90	82	83	81	87	95	95	88	87	90	79
Residential Mortgages	15	16	12	12	12	13	13	13	12	14	13	10
Personal Loans	10	9	9	9	9	9	10	10	9	9	10	8
Business Loans & Acceptances	41	39	37	37	37	41	44	44	40	39	42	35
Securities	14	14	13	13	12	12	14	14	14	13	13	15
Total Deposits	47	46	44	46	46	49	53	52	48	46	50	45
Other:												
Branches and Offices	1,611	1,574	1,559	1,518	1,516	1,517	1,508	1,521	1,502			
Employees	38,225	37,581	36,088	36,186	36,378	35,969	36,155	37,616	37,280			
ABMs	2,980	2,911	2,882	2,814	2,814	2,753	2,760	2,737	2,666			

BUSINESS SEGMENT PERFORMANCE -- SCOTIA CAPITAL



(\$MM)	QUARTERLY TREND								FULL YEAR			
	2010				2009				2008	2010	2009	2008
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
Net Interest Income (TEB)	243	271	275	304	321	423	345	338	331	1,093	1,427	1,120
Other Income	481	426	583	596	589	681	502	366	(99)	2,086	2,138	707
Total Revenue (TEB)	724	697	858	900	910	1,104	847	704	232	3,179	3,565	1,827
Provision for Credit Losses	8	25	24	(14)	(63)	(106)	(159)	(10)	(10)	43	(338)	5
Non-interest Expenses	(322)	(267)	(299)	(307)	(284)	(266)	(231)	(291)	(249)	(1,195)	(1,072)	(937)
Provision for Income Taxes (TEB)	(137)	(150)	(192)	(198)	(210)	(262)	(129)	(103)	71	(677)	(704)	(108)
Net Income	273	305	391	381	353	470	328	300	44	1,350	1,451	787
Return on Economic Equity (%)	16.2	17.5	22.2	18.5	18.1	21.8	18.3	22.4	3.6	18.6	20.0	21.5
Net Interest Margin												
- as % of Average Total Assets	0.56	0.64	0.72	0.76	0.76	0.93	0.75	0.69	0.78	0.67	0.78	0.68
- as % of Average Earning Assets	0.70	0.78	0.89	0.95	0.97	1.21	1.02	0.96	1.00	0.82	1.04	0.86
Specific Provisions as a % of Average Loans & Acceptances (1)	(0.11)	(0.09)	(0.07)	0.15	0.65	1.01	0.80	0.07	0.10	(0.02)	0.61	(0.01)
Productivity Ratio (%)	44.5	38.3	34.8	34.1	31.2	24.1	27.3	41.3	107.3	37.6	30.1	51.3
Average Balances (\$B):												
Total Assets	171	169	156	160	167	181	190	195	169	164	183	164
Personal Loans	5	5	5	6	6	7	7	7	-	5	7	-
Business Loans & Acceptances	37	39	41	45	49	57	67	69	58	40	60	54
Securities Purchased Under Resale Agreements	25	22	16	16	15	13	13	16	14	20	14	16
Securities -- Trading	60	62	55	54	55	57	49	46	52	58	52	56
-- Other	1	2	3	3	4	4	3	3	10	2	3	8
Deposits with Banks	15	15	13	11	10	11	11	10	8	13	11	7
Total Deposits	22	21	19	18	20	20	16	24	31	20	20	31
Employees	1,726	1,688	1,595	1,568	1,581	1,563	1,553	1,558	1,548			

(1) Corporate Banking only

BUSINESS SEGMENT PERFORMANCE -- OTHER (1)



(\$MM)	QUARTERLY TREND								FULL YEAR			
	2010				2009				2008	2010	2009	2008
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
Net Interest Income (2)	(327)	(370)	(326)	(395)	(390)	(438)	(364)	(465)	(490)	(1,418)	(1,657)	(1,185)
Other Income	147	102	121	106	77	29	134	(8)	(133)	476	232	139
Total Revenue	(180)	(268)	(205)	(289)	(313)	(409)	(230)	(473)	(623)	(942)	(1,425)	(1,046)
Provision for Credit Losses	40	-	-	-	-	(100)	(27)	-	-	40	(127)	-
Non-interest Expenses	(44)	(19)	(33)	(34)	(48)	(42)	(27)	(13)	(3)	(130)	(130)	(93)
Provision for Income Taxes (2)	73	123	72	76	124	200	86	202	204	344	612	582
Net Income	(111)	(164)	(166)	(247)	(237)	(351)	(198)	(284)	(422)	(688)	(1,070)	(557)
Average Balances (\$B):												
Total Assets	53	65	66	59	51	45	44	51	39	61	48	37
Deposits with Banks	21	34	37	30	21	14	17	22	15	30	19	15
Securities	39	38	42	44	45	37	27	24	17	41	33	16
Total Deposits (3)	125	137	134	127	130	131	139	143	127	131	136	118

(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 Q1/10, broker-sourced deposits, which were previously reported in the Other segment, are now reported in the Canadian Banking segment (Q1/10 impact: \$10 billion).

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



	QUARTERLY TREND									FULL YEAR		
	2010				2009				2008	2010	2009	2008
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
NET INTEREST MARGIN:												
Net Interest Income (TEB) (\$MM)	2,313	2,243	2,129	2,222	2,172	2,244	2,164	2,036	2,036	8,907	8,616	7,990
Net Interest Income (TEB) as % of Average Total Assets	1.75	1.68	1.73	1.76	1.74	1.76	1.71	1.52	1.68	1.73	1.68	1.75
Net Interest Income (TEB) as % of Average Earning Assets	1.97	1.89	1.94	1.99	1.99	2.03	2.00	1.80	1.93	1.95	1.96	2.00
TRADING REVENUE (TEB) (\$MM):												
Securities Trading	59	46	85	124	107	136	150	179	(55)	314	572	(27)
Foreign Exchange and Precious Metals Trading	142	122	123	91	84	123	143	184	124	478	534	384
Derivatives Trading	106	125	211	187	187	255	38	(106)	(8)	629	374	248
Total	307	293	419	402	378	514	331	257	61	1,421	1,480	605
Reported in Other Income (see Page 9)	219	190	322	285	255	387	235	180	(41)	1,016	1,057	188
Reported in Net Interest Income	88	103	97	117	123	127	96	77	102	405	423	417
Total	307	293	419	402	378	514	331	257	61	1,421	1,480	605
ASSETS UNDER ADMINISTRATION (\$B):												
Personal												
Retail Brokerage	87.7	82.5	83.4	80.0	76.4	72.0	65.1	65.0	74.3			
Investment Management and Trust	68.8	65.2	64.7	63.9	60.1	56.9	55.3	53.8	55.8			
	156.5	147.7	148.1	143.9	136.5	128.9	120.4	118.8	130.1			
Mutual Funds	38.8	35.9	36.9	35.0	31.6	29.4	26.6	25.5	27.9			
Institutional	48.5	45.7	46.0	47.4	47.0	49.6	49.8	47.5	45.1			
Total	243.8	229.3	231.0	226.3	215.1	207.9	196.8	191.8	203.1			
ASSETS UNDER MANAGEMENT (\$B):												
Personal	14.4	13.6	14.0	13.7	13.6	13.2	11.5	11.8	12.5			
Mutual Funds	28.0	25.5	26.1	24.5	22.8	21.3	18.9	17.9	19.6			
Institutional	6.0	5.8	5.3	5.4	5.2	5.3	5.0	4.6	4.6			
Total	48.4	44.9	45.4	43.6	41.6	39.8	35.4	34.3	36.7			

OTHER INCOME



(\$MM)	QUARTERLY TREND								FULL YEAR			
	2010				2009				2008	2010	2009	2008
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
Card Revenues	109	107	100	110	102	104	105	113	107	426	424	397
Deposit and Payment Services												
Deposit Services	171	174	170	171	173	179	176	179	172	686	707	675
Other Payment Services	50	52	46	49	47	50	49	52	50	197	198	187
	221	226	216	220	220	229	225	231	222	883	905	862
Mutual Funds	147	170	140	125	124	104	63	80	78	582	371	317
Investment Management, Brokerage and Trust Services												
Retail Brokerage	138	133	136	134	138	129	118	122	133	541	507	538
Investment Management and Custody	27	25	29	25	23	24	24	23	24	106	94	96
Personal and Corporate Trust	32	35	34	33	32	32	30	33	32	134	127	126
	197	193	199	192	193	185	172	178	189	781	728	760
Credit Fees												
Commitment and Other Credit Fees	167	158	167	160	210	160	151	137	106	652	658	436
Acceptance Fees	46	43	45	45	50	58	52	48	36	179	208	143
	213	201	212	205	260	218	203	185	142	831	866	579
Trading Revenues	219	190	322	285	255	387	235	180	(41)	1,016	1,057	188
Underwriting Fees and Other Commissions	149	137	132	143	184	145	126	165	101	561	620	402
Foreign Exchange, other than Trading	79	88	89	81	68	88	95	122	88	337	373	314
Net Gain (Loss) on Securities, other than Trading	40	87	137	91	20	(155)	(133)	(144)	(543)	355	(412)	(374)
Securitization Revenues	69	15	22	18	21	71	219	98	45	124	409	130
Other	256	197	246	289	189	223	199	177	162	988	788	727
Total Other Income	1,699	1,611	1,815	1,759	1,636	1,599	1,509	1,385	550	6,884	6,129	4,302
% of Total Revenue (TEB)	42.3	41.8	46.0	44.2	43.0	41.6	41.1	40.5	21.3	43.6	41.6	35.0

NON-INTEREST EXPENSES



(\$MM)	QUARTERLY TREND									FULL YEAR									
	2010				2009				2008	2010	2009	2008							
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4										
Salaries and Employee Benefits																			
Salaries	725	698	651	677	662	670	663	681	685	2,751	2,676	2,549							
Performance-based Compensation	287	241	304	256	274	260	224	277	221	1,088	1,035	913							
Stock-based Compensation	41	29	30	105	33	16	5	25	10	205	79	89							
Pension and Other Employee Benefits	138	158	158	149	128	147	132	147	142	603	554	558							
	1,191	1,126	1,143	1,187	1,097	1,093	1,024	1,130	1,058	4,647	4,344	4,109							
Premises and Technology																			
Net Premises Rent	62	64	58	59	64	60	62	57	57	243	243	217							
Premises Repairs and Maintenance	24	21	18	22	21	20	22	24	24	85	87	83							
Property Taxes	17	21	19	16	17	20	20	15	14	73	72	65							
Computer Equipment, Software and Data Processing	193	171	157	164	179	169	165	174	182	685	687	650							
Depreciation	60	60	59	57	58	60	57	59	56	236	234	208							
Other Premises Costs	55	47	49	53	55	53	53	59	49	204	220	194							
	411	384	360	371	394	382	379	388	382	1,526	1,543	1,417							
Communications																			
Telecommunications	20	20	18	21	20	19	20	21	22	79	80	79							
Stationery, Postage and Courier	69	64	63	65	61	67	69	69	67	261	266	247							
	89	84	81	86	81	86	89	90	89	340	346	326							
Advertising and Business Development																			
Advertising and Promotion	87	58	53	52	64	42	45	51	64	250	202	206							
Travel and Business Development	35	29	24	26	31	24	23	27	32	114	105	114							
	122	87	77	78	95	66	68	78	96	364	307	320							
Professional	69	61	44	50	62	47	53	54	59	224	216	227							
Business and Capital Taxes																			
Business Taxes	35	34	30	26	27	33	31	38	27	125	129	90							
Capital Taxes	14	11	10	11	14	14	8	12	(3)	46	48	26							
	49	45	40	37	41	47	39	50	24	171	177	116							
Other																			
Employee Training	16	11	7	5	10	4	5	7	14	39	26	43							
Amortization of Intangibles	27	20	25	26	24	23	26	23	28	98	96	83							
Other	209	205	190	169	260	211	203	190	194	773	864	655							
	252	236	222	200	294	238	234	220	236	910	986	781							
Total Non-Interest Expenses	2,183	2,023	1,967	2,009	2,064	1,959	1,886	2,010	1,944	8,182	7,919	7,296							
Productivity Ratio (TEB) (%)	54.4	52.5	49.9	50.5	54.2	51.0	51.4	58.7	75.2	51.8	53.7	59.4							

BALANCE SHEET



(\$MM)	QUARTERLY TREND								2008 Q4
	2010				2009				
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	
Cash Resources	46,027	50,006	57,377	57,336	43,278	29,721	33,949	33,797	37,318
Securities - Trading	64,684	65,385	69,219	58,061	58,067	59,624	61,107	50,529	48,292
- Available for Sale	47,228	47,613	50,489	54,378	55,699	55,495	38,982	36,095	38,823
- Equity Accounted Investments	4,651	4,392	4,305	3,697	3,528	3,417	3,449	3,266	920
	116,563	117,390	124,013	116,136	117,294	118,536	103,538	89,890	88,035
Securities Purchased under Resale Agreements	27,920	27,398	21,315	16,970	17,773	14,166	14,838	14,182	19,451
Loans - Residential Mortgages	120,482	118,020	113,771	105,412	101,604	98,334	110,672	111,984	115,084
- Personal and Credit Cards	62,548	61,467	60,964	61,500	61,048	60,934	61,015	58,831	50,719
- Business and Government	103,981	103,804	103,199	104,200	106,520	109,588	125,959	131,951	125,503
- Sub-total	287,011	283,291	277,934	271,112	269,172	268,856	297,646	302,766	291,306
Allowance for Credit Losses	(2,787)	(4,250)	(4,321)	(2,948)	(2,870)	(2,982)	(2,828)	(2,706)	(2,626)
- Total Net Loans	284,224	279,041	273,613	268,164	266,302	265,874	294,818	300,060	288,680
Customers' Liability under Acceptances	7,616	7,421	7,655	7,652	9,583	10,941	11,801	13,144	11,969
Derivative Instruments	26,852	25,221	22,770	25,373	25,992	31,943	39,250	43,526	44,810
Land, Buildings and Equipment	2,450	2,401	2,320	2,322	2,372	2,372	2,443	2,422	2,449
Goodwill	3,050	2,744	2,701	2,765	2,908	2,875	2,845	2,820	2,273
Other Intangible Assets	589	568	555	560	561	541	549	561	521
Other Assets	11,366	11,234	13,806	10,348	10,453	9,500	10,470	10,244	12,119
Total Assets	526,657	523,424	526,125	507,626	496,516	486,469	514,501	510,646	507,625
Deposits - Personal	128,850	127,856	124,255	124,920	123,762	123,996	125,308	122,648	118,919
- Business and Government	210,687	214,724	221,009	212,169	203,594	189,120	195,021	198,887	200,566
- Banks	22,113	22,661	25,985	27,849	23,063	20,612	26,531	25,035	27,095
- Total	361,650	365,241	371,249	364,938	350,419	333,728	346,860	346,570	346,580
Other Liabilities									
- Securities Sold Under Repurchase Agreements	40,286	39,939	40,781	39,471	36,568	36,013	42,407	35,578	36,506
- Securities Sold Short	21,519	21,433	23,119	13,339	14,688	13,840	14,608	11,963	11,700
- Derivative Instruments	31,990	29,399	27,023	27,699	28,806	36,155	41,292	43,831	42,811
- Other	37,142	34,513	32,020	30,377	34,819	36,265	38,633	43,167	43,534
- Total	130,937	125,284	122,943	110,886	114,881	122,273	136,940	134,539	134,551
Subordinated Debentures	5,939	5,924	5,881	5,945	5,944	5,958	6,359	5,407	4,352
Capital Instrument Liabilities	500	500	500	500	500	500	500	500	500
Equity - Preferred Shares	3,975	3,975	3,975	3,710	3,710	3,710	3,710	3,710	2,860
- Common Shares and Contributed Surplus	5,775	5,544	5,358	5,113	4,946	4,768	4,629	4,496	3,829
- Retained Earnings	21,932	21,397	20,894	20,353	19,916	19,561	19,179	18,853	18,549
- Accumulated Other Comprehensive Income (Loss)	(4,051)	(4,441)	(4,675)	(3,819)	(3,800)	(4,029)	(3,676)	(3,429)	(3,596)
- Common Equity	23,656	22,500	21,577	21,647	21,062	20,300	20,132	19,920	18,782
- Total Equity	27,631	26,475	25,552	25,357	24,772	24,010	23,842	23,630	21,642
Total Liabilities and Shareholders' Equity	526,657	523,424	526,125	507,626	496,516	486,469	514,501	510,646	507,625

AVERAGE BALANCE SHEET



(\$MM)	QUARTERLY TREND								FULL YEAR			
	2010				2009				2008	2010		
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2010	2009	2008
Deposits with Other Banks	44,924	58,068	57,474	48,583	39,470	32,146	37,282	42,037	32,122	52,219	37,738	29,227
Securities - Trading	65,457	67,674	60,250	59,888	60,977	63,395	55,392	51,142	55,657	63,343	57,746	60,799
- Other	51,998	51,270	55,861	58,062	58,176	50,391	40,366	37,627	38,228	54,285	46,691	35,146
	117,455	118,944	116,111	117,950	119,153	113,786	95,758	88,769	93,885	117,628	104,437	95,945
Securities Purchased under Resale Agreements	29,513	26,065	19,366	19,225	17,370	16,421	17,490	22,158	19,009	23,576	18,367	19,656
Loans - Residential Mortgages	119,193	116,457	106,878	103,519	99,856	106,984	110,775	113,122	114,741	111,550	107,659	108,905
- Personal and Credit Cards	61,327	60,483	60,246	60,025	59,666	60,259	59,706	57,930	49,206	60,523	59,388	45,204
- Business and Government	92,611	91,630	90,023	94,128	97,319	108,224	121,710	123,648	111,038	92,115	112,654	99,991
- Total	273,131	268,570	257,147	257,672	256,841	275,467	292,191	294,700	274,985	264,188	279,701	254,100
Total Earning Assets	465,023	471,647	450,098	443,430	432,834	437,820	442,721	447,664	420,001	457,611	440,243	398,928
Customers' Liability under Acceptances	7,880	8,023	7,947	8,693	10,166	11,817	12,987	13,201	11,929	8,137	12,035	12,240
Other Assets	52,861	50,730	46,942	49,010	51,612	56,950	64,554	69,080	48,819	50,243	60,871	44,371
Total Assets	525,764	530,400	504,987	501,133	494,612	506,587	520,262	529,945	480,749	515,991	513,149	455,539
Deposits - Personal	126,631	125,275	122,894	122,762	122,223	123,663	123,733	120,430	112,687	124,403	122,502	108,863
- Business and Government	211,552	220,277	212,554	207,101	200,961	198,667	200,172	211,220	195,877	212,874	202,776	182,435
- Banks	21,550	23,119	24,318	23,914	20,969	23,558	25,353	26,465	30,374	23,216	24,076	30,815
- Total	359,733	368,671	359,766	353,777	344,153	345,888	349,258	358,115	338,938	360,493	349,354	322,113
Other Liabilities	132,545	129,297	113,430	115,860	119,622	130,240	141,224	144,169	116,049	123,128	134,097	109,441
Subordinated Debentures	5,933	5,919	5,913	5,931	5,946	6,033	5,544	4,469	3,741	5,924	5,498	3,071
Capital Instrument Liabilities	500	500	500	500	500	500	500	500	500	500	500	500
Shareholders' Equity												
- Preferred Shares	3,975	3,975	3,766	3,710	3,710	3,710	3,710	3,043	2,729	3,857	3,542	2,196
- Common Shares, Contributed Surplus, Retained Earnings and Accumulated Other Comprehensive Income (Loss)	23,078	22,038	21,612	21,355	20,681	20,216	20,026	19,649	18,792	22,089	20,158	18,218
- Total	27,053	26,013	25,378	25,065	24,391	23,926	23,736	22,692	21,521	25,946	23,700	20,414
Total Liabilities and Shareholders' Equity	525,764	530,400	504,987	501,133	494,612	506,587	520,262	529,945	480,749	515,991	513,149	455,539

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY



(\$MM)	QUARTERLY TREND								FULL YEAR			
	2010				2009				2008	2010 2009 2008		
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4			
Preferred Shares:												
Balance at Beginning of Period	3,975	3,975	3,710	3,710	3,710	3,710	3,710	2,860	2,560	3,710	2,860	1,635
Preferred Shares Issued	-	-	265	-	-	-	-	850	300	265	850	1,225
Balance at End of Period	3,975	3,975	3,975	3,710	3,710	3,710	3,710	3,710	2,860	3,975	3,710	2,860
Common Shares and Contributed Surplus:												
Balance at Beginning of Period	5,544	5,358	5,113	4,946	4,768	4,629	4,496	3,829	3,728	4,946	3,829	3,566
Common Shares Issued less Purchased for Cancellation	229	189	236	150	178	139	133	667	101	804	1,117	263
Contributed Surplus: Stock Option Expense	2	(3)	9	17	-	-	-	-	-	25	-	-
Balance at End of Period	5,775	5,544	5,358	5,113	4,946	4,768	4,629	4,496	3,829	5,775	4,946	3,829
Retained Earnings:												
Balance at Beginning of Period	21,397	20,894	20,353	19,916	19,561	19,179	18,853	18,549	18,784	19,916	18,549	17,460
Net Income	1,092	1,062	1,097	988	902	931	872	842	315	4,239	3,547	3,140
Dividends - Preferred	(52)	(51)	(49)	(49)	(49)	(49)	(51)	(37)	(32)	(201)	(186)	(107)
- Common	(509)	(507)	(505)	(502)	(501)	(499)	(497)	(493)	(485)	(2,023)	(1,990)	(1,896)
Premium on Purchase of Shares for Cancellation	-	-	-	-	-	-	-	-	(31)	-	-	(37)
Other	4	(1)	(2)	-	3	(1)	2	(8)	(2)	1	(4)	(11)
Balance at End of Period	21,932	21,397	20,894	20,353	19,916	19,561	19,179	18,853	18,549	21,932	19,916	18,549
Accumulated Other Comprehensive Income (Loss):												
Balance at Beginning of Period as previously reported	(4,441)	(4,675)	(3,819)	(3,800)	(4,642)	(4,610)	(4,246)	(3,596)	(3,711)	(3,800)	(3,596)	(3,857)
Cumulative Effect of Adopting New Accounting Policies	-	-	-	-	613	934	817	595	-	-	595	-
Balance at Beginning of Period as restated	(4,441)	(4,675)	(3,819)	(3,800)	(4,029)	(3,676)	(3,429)	(3,001)	(3,711)	(3,800)	(3,001)	(3,857)
Other Comprehensive Income-												
Net Change in Unrealized Foreign Currency Translation Gains (Losses)	186	209	(785)	(201)	141	(1,428)	(323)	(126)	1,375	(591)	(1,736)	2,368
Net Change in Unrealized Gains (Losses) on Available-for-Sale Securities	198	77	(153)	156	55	937	66	(164)	(1,075)	278	894	(1,588)
Net Change in Gains (Losses) on Derivative Instruments, designated as cash flow hedges	6	(52)	82	26	33	138	10	(138)	(185)	62	43	(519)
Total	390	234	(856)	(19)	229	(353)	(247)	(428)	115	(251)	(799)	261
Balance at End of Period	(4,051)	(4,441)	(4,675)	(3,819)	(3,800)	(4,029)	(3,676)	(3,429)	(3,596)	(4,051)	(3,800)	(3,596)
Total Shareholders' Equity at End of Period	27,631	26,475	25,552	25,357	24,772	24,010	23,842	23,630	21,642	27,631	24,772	21,642
Composition of Accumulated Other Comprehensive Income (Loss):												
Unrealized Foreign Currency Translation Gains (Losses)	(4,508)	(4,694)	(4,903)	(4,118)	(3,917)	(4,058)	(2,630)	(2,307)	(2,181)			
Unrealized Gains (Losses) on Available-for-Sale Securities	818	620	543	696	540	485	(452)	(518)	(949)			
Unrealized Gains (Losses) on Derivative Instruments, designated as cash flow hedges	(361)	(367)	(315)	(397)	(423)	(456)	(594)	(604)	(466)			
Total	(4,051)	(4,441)	(4,675)	(3,819)	(3,800)	(4,029)	(3,676)	(3,429)	(3,596)			

LOANS AND ACCEPTANCES BY TYPE OF BORROWER



(\$B)	October 31, 2010		July 31, 2010		April 30, 2010		January 31, 2010		October 31, 2009	
	Balance	% of Total	Balance	% of Total	Balance	% of Total	Balance	% of Total	Balance	% of Total
Personal										
Residential Mortgages	120.2	41.0	117.3	40.8	112.9	39.9	105.2	37.9	101.3	36.5
Credit Cards	10.8	3.7	10.8	3.7	10.8	3.8	11.1	4.0	11.1	4.0
Personal Loans	51.1	17.4	50.0	17.4	49.5	17.5	49.7	17.9	49.3	17.8
	182.1	62.1	178.1	61.9	173.2	61.2	166.0	59.8	161.7	58.3
Business & Government										
Financial Services	19.3	6.6	19.5	6.8	19.3	6.8	17.4	6.3	18.8	6.8
Wholesale and Retail	10.4	3.5	10.0	3.5	10.0	3.5	10.1	3.6	10.9	3.9
Real Estate	10.7	3.6	10.9	3.8	10.3	3.6	10.9	3.9	11.7	4.2
Oil and Gas	9.3	3.2	9.0	3.1	9.1	3.2	9.1	3.3	9.8	3.5
Transportation	7.0	2.4	7.1	2.5	7.1	2.5	7.7	2.8	7.8	2.8
Automotive	5.2	1.8	5.3	1.8	5.3	1.9	5.2	1.9	5.1	1.8
Agriculture	4.5	1.5	4.5	1.5	4.2	1.5	4.3	1.5	4.3	1.6
Government	4.2	1.4	3.7	1.3	3.5	1.2	3.7	1.3	3.3	1.2
Hotels and Leisure	4.1	1.4	4.3	1.5	4.3	1.5	4.7	1.7	4.8	1.7
Mining and Primary Metals	5.3	1.8	4.9	1.7	5.2	1.8	5.7	2.1	5.7	2.1
Utilities	5.0	1.7	5.2	1.8	5.0	1.8	5.7	2.1	6.1	2.2
Health Care	4.0	1.3	4.0	1.4	3.9	1.4	3.9	1.4	4.0	1.4
Telecommunications and Cable	3.7	1.3	4.0	1.4	4.0	1.4	4.4	1.6	4.6	1.6
Media	1.9	0.7	1.9	0.6	2.1	0.7	2.6	1.0	2.7	1.0
Chemical	1.2	0.4	1.2	0.4	1.2	0.4	1.3	0.4	1.3	0.5
Food and Beverage	2.8	1.0	2.8	1.0	2.9	1.0	3.6	1.3	3.8	1.4
Forest Products	1.1	0.4	1.1	0.4	1.3	0.5	1.4	0.5	1.5	0.6
Other	11.4	3.9	10.5	3.6	9.6	3.4	9.6	3.5	9.5	3.4
sub-total	111.1	37.9	109.9	38.1	108.3	38.1	111.3	40.2	115.7	41.7
R-G Premier Bank Acquisition (1)	n/a	n/a	n/a	n/a	1.3	0.7	n/a	n/a	n/a	n/a
	111.1	37.9	109.9	38.1	109.6	38.8	111.3	40.2	115.7	41.7
Total Loans and Acceptances, net of Specific Allowance	293.2	100.0	288.0	100.0	282.8	100.0	277.3	100.0	277.4	100.0
General Allowance	(1.4)		(1.5)		(1.5)		(1.5)		(1.5)	
Total Loans and Acceptances, net of Allowances	291.8		286.5		281.3		275.8		275.9	

(1) R-G Premier Bank's Business & Government loans, acquired on April 30, 2010, reported by individual industry sector at July 31, 2010 and October 31, 2010.

GROSS IMPAIRED LOANS BY BUSINESS SEGMENT



(\$MM)	QUARTERLY TREND									
	2010				2009				2008	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	
GROSS IMPAIRED LOANS:										
<u>Canadian</u>										
Retail	875	888	892	910	869	796	747	621	523	
Commercial	341	339	322	347	302	330	307	262	238	
	1,216	1,227	1,214	1,257	1,171	1,126	1,054	883	761	
<u>International</u>										
Retail	1,333	1,346	1,243	1,243	1,131	1,177	1,110	997	833	
Commercial	1,028	1,128	1,150	1,210	1,136	1,143	994	919	776	
sub-total	2,361	2,474	2,393	2,453	2,267	2,320	2,104	1,916	1,609	
R-G Premier Bank Acquisition (1)	553	1,412	1,422	-	-	-	-	-	-	
	2,914	3,886	3,815	2,453	2,267	2,320	2,104	1,916	1,609	
<u>Scotia Capital</u>										
Canada	60	73	118	142	87	174	165	-	-	
U.S.A.	179	159	174	274	408	362	267	169	107	
Europe	52	53	1	6	6	11	7	17	17	
	291	285	293	422	501	547	439	186	124	
Total Gross Impaired Loans	4,421	5,398	5,322	4,132	3,939	3,993	3,597	2,985	2,494	
Specific Allowance for Credit Losses	(1,377)	(2,800)	(2,847)	(1,455)	(1,376)	(1,484)	(1,418)	(1,383)	(1,303)	
Total Net Impaired Loans after Specific Allowance	3,044	2,598	2,475	2,677	2,563	2,509	2,179	1,602	1,191	

(1) The preliminary purchase price allocation was recorded in Q4/10. As a result, the carrying value of gross impaired loans has been reduced to reflect their estimated fair values on the acquisition date and has no allowance for credit losses recorded against loans. The purchase price allocation may be further refined as the Bank completes the valuation of assets acquired and liabilities assumed.

CHANGES IN GROSS IMPAIRED LOANS BY BUSINESS SEGMENT



(\$MM)	QUARTERLY TREND									
	2010				2009				2008	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	
Balance at Beginning of Period	5,398	5,322	4,132	3,939	3,993	3,597	2,985	2,494	2,163	
Acquisition Related										
Canadian Retail	-	-	-	-	-	-	-	-	-	
Canadian Commercial	-	-	-	18	-	-	-	-	-	
International Retail (see (1) on Page 15)	(263)	(206)	711	-	-	-	-	-	38	
International Commercial (see (1) on Page 15)	(596)	196	711	-	-	-	-	-	-	
Scotia Capital	-	-	-	-	-	-	-	-	-	
Total	(859)	(10)	1,422	18	-	-	-	-	38	
Net Classifications										
<u>Canadian Retail</u>										
New Classifications	393	397	426	442	439	409	436	328	277	
Declassifications, Payments and Sales	(258)	(250)	(272)	(258)	(234)	(242)	(190)	(110)	(129)	
Net Classifications	135	147	154	184	205	167	246	218	148	
<u>Canadian Commercial</u>										
New Classifications	113	62	62	74	74	91	115	31	39	
Declassifications, Payments and Sales	(42)	(15)	(47)	(32)	(50)	(24)	(17)	-	(14)	
Net Classifications	71	47	15	42	24	67	98	31	25	
<u>International Retail</u>										
New Classifications	149	211	184	259	254	276	266	336	215	
Declassifications, Payments and Sales	-	-	-	-	-	-	(2)	-	(1)	
Net Classifications	149	211	184	259	254	276	264	336	214	
<u>International Commercial</u>										
New Classifications	39	47	63	198	90	278	97	142	78	
Declassifications, Payments and Sales	(75)	(59)	(48)	(63)	(85)	(46)	(4)	(9)	(15)	
Net Classifications	(36)	(12)	15	135	5	232	93	133	63	
<u>Scotia Capital</u>										
New Classifications	61	53	3	62	218	205	316	60	6	
Declassifications, Payments and Sales	(48)	(63)	(71)	(171)	(79)	(44)	(13)	-	-	
Net Classifications	13	(10)	(68)	(109)	139	161	303	60	6	
Total	332	383	300	511	627	903	1,004	778	456	
Write-offs										
Canadian Retail	(148)	(151)	(172)	(143)	(138)	(138)	(120)	(120)	(97)	
Canadian Commercial	(69)	(30)	(40)	(15)	(42)	(25)	(53)	(7)	(15)	
International Retail	(177)	(140)	(147)	(160)	(190)	(184)	(169)	(130)	(140)	
International Commercial	(80)	(22)	(17)	(52)	(23)	(18)	(9)	(26)	(26)	
Scotia Capital	(2)	-	(17)	(3)	(210)	(12)	(46)	-	-	
Total	(476)	(343)	(393)	(373)	(603)	(377)	(397)	(283)	(278)	
Forex										
International Retail	15	32	(37)	13	(109)	(24)	18	(42)	33	
International Commercial	16	12	(58)	(9)	11	(65)	(9)	36	65	
Scotia Capital	(5)	2	(44)	33	20	(41)	(4)	2	17	
Total	26	46	(139)	37	(78)	(130)	5	(4)	115	
Balance at End of Period	4,421	5,398	5,322	4,132	3,939	3,993	3,597	2,985	2,494	

NET IMPAIRED LOANS BY BUSINESS SEGMENT AND ALLOWANCE FOR CREDIT LOSSES



(\$MM)	QUARTERLY TREND									
	2010				2009				2008	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	
NET IMPAIRED LOANS:										
<u>Canadian</u>										
Retail	424	452	479	521	508	481	445	334	243	
Commercial	184	152	132	146	138	183	170	115	111	
	608	604	611	667	646	664	615	449	354	
<u>International</u>										
Retail	1,138	899	809	763	563	605	500	362	273	
Commercial	1,071	879	825	906	925	906	740	657	481	
	2,209	1,778	1,634	1,669	1,488	1,511	1,240	1,019	754	
<u>Scotia Capital</u>										
Canada	34	46	85	110	73	99	130	-	-	
U.S.A.	154	130	145	229	354	228	191	131	80	
Europe	39	40	-	2	2	7	3	3	3	
	227	216	230	341	429	334	324	134	83	
Total Net Impaired Loans after Specific Allowance	3,044	2,598	2,475	2,677	2,563	2,509	2,179	1,602	1,191	
Coverage Ratio (%) (1)(2)	63.0	78.7	81.2	71.3	72.9	74.7	78.6	90.6	105.3	
ALLOWANCE FOR CREDIT LOSSES:										
Balance, Beginning of Period	4,259	4,330	2,954	2,875	2,987	2,836	2,714	2,634	2,485	
Acquisition Related (3)	(1,337)	(85)	1,422	14	-	9	-	-	89	
Write-offs	(476)	(343)	(393)	(373)	(603)	(377)	(397)	(283)	(278)	
Recoveries	66	68	68	62	64	52	48	59	77	
Provision for Credit Losses	254	276	338	371	420	554	489	281	207	
Foreign Currency Adjustment and Other	30	13	(59)	5	7	(87)	(18)	23	54	
Balance, End of Period	2,796	4,259	4,330	2,954	2,875	2,987	2,836	2,714	2,634	
<u>Comprised of:</u>										
Specific Allowance	1,377	2,800	2,847	1,455	1,376	1,484	1,418	1,383	1,303	
Sectoral Allowance	-	-	24	43	44	48	60	-	-	
General Allowance	1,410	1,450	1,450	1,450	1,450	1,450	1,350	1,323	1,323	
Other Liabilities	9	9	9	6	5	5	8	8	8	
Total Allowance for Credit Losses	2,796	4,259	4,330	2,954	2,875	2,987	2,836	2,714	2,634	

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

(2) Excluding R-G Premier Bank, coverage ratios were 72.1% in Q4/10, 73.1% in Q3/10 and 74.3% in Q2/10

(3) The preliminary purchase price allocation for R-G Premier Bank was recorded in Q4/10 to reflect the estimated fair value of assets acquired. As a result, the allowance for credit losses that was initially recorded was reversed in Q4/10.

IMPAIRED LOANS BY TYPE OF BORROWER



(\$MM)	October 31, 2010 Specific Allowance for			July 31, 2010 Specific Allowance for			October 31, 2009 Specific Allowance for		
	Gross	Credit Losses	Net	Gross	Credit Losses	Net	Gross	Credit Losses	Net
Personal									
Residential Mortgages	1,694	222	1,472	1,920	681	1,239	1,119	241	878
Other Personal Loans	756	666	90	819	707	112	881	688	193
	2,450	888	1,562	2,739	1,388	1,351	2,000	929	1,071
Business & Government									
Financial Services	91	38	53	121	69	52	225	42	183
Wholesale and Retail	225	88	137	296	162	134	213	73	140
Real Estate	705	88	617	1,043	669	374	487	76	411
Oil and Gas	8	3	5	12	5	7	71	6	65
Transportation	188	51	137	203	51	152	76	15	61
Automotive	15	11	4	19	12	7	77	22	55
Agriculture	78	31	47	47	28	19	106	40	66
Government	48	10	38	83	37	46	63	23	40
Hotels and Leisure	331	49	282	401	118	283	260	13	247
Mining and Primary Metals	18	11	7	22	11	11	21	9	12
Utilities	2	-	2	3	2	1	1	1	-
Health Care	23	10	13	50	37	13	21	9	12
Telecommunications and Cable	18	5	13	19	8	11	36	14	22
Media	4	3	1	5	3	2	49	9	40
Chemical	1	1	-	1	1	-	3	1	2
Food and Beverage	35	16	19	49	25	24	41	15	26
Forest Products	14	5	9	15	8	7	19	12	7
Other	167	69	98	270	166	104	170	67	103
	1,971	489	1,482	2,659	1,412	1,247	1,939	447	1,492
Total	4,421	1,377	3,044	5,398	2,800	2,598	3,939	1,376	2,563

SPECIFIC PROVISIONS FOR CREDIT LOSSES BY TYPE OF BORROWER



(\$MM)	QUARTERLY TREND								FULL YEAR			
	2010				2009				2010	2009	2008	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1				
Personal												
Residential Mortgages	37	23	22	22	5	18	(5)	7	104	25	-	
Other Personal Loans	232	240	252	248	276	265	256	245	972	1,042	636	
	269	263	274	270	281	283	251	252	1,076	1,067	636	
Business & Government												
Financial Services	(1)	(2)	6	3	73	68	56	2	6	199	7	
Wholesale and Retail	29	3	11	8	4	21	27	49	51	101	-	
Real Estate	5	6	3	2	25	28	14	(8)	16	59	(69)	
Oil and Gas	1	-	-	1	1	1	20	12	2	34	43	
Transportation	1	16	6	21	(2)	(1)	-	(6)	44	(9)	(15)	
Automotive	(1)	1	(1)	(3)	-	12	5	2	(4)	19	5	
Agriculture	-	(2)	(5)	3	11	6	2	-	(4)	19	5	
Government	(1)	-	1	1	1	-	-	(36)	1	(35)	(18)	
Hotels and Leisure	(3)	9	35	40	8	1	-	1	81	10	(4)	
Mining and Primary Metals	-	(1)	(1)	-	1	3	3	(4)	(2)	3	(16)	
Utilities	-	-	-	-	-	-	-	-	-	-	(2)	
Health Care	-	2	5	1	1	1	2	-	8	4	2	
Telecommunications and Cable	(5)	(2)	2	1	-	2	4	-	(4)	6	(3)	
Media	-	(12)	(3)	-	5	31	5	11	(15)	52	11	
Chemical	-	-	(3)	-	-	-	-	1	(3)	1	7	
Food and Beverage	-	3	(1)	-	1	1	2	4	2	8	(17)	
Forest Products	-	1	-	1	-	4	-	1	2	5	3	
Other	-	15	28	23	14	5	11	-	66	30	55	
	25	37	83	102	143	183	151	29	247	506	(6)	
Total	294	300	357	372	424	466	402	281	1,323	1,573	630	

CROSS BORDER EXPOSURES TO SELECT COUNTRIES IN ASIA AND LATIN AMERICA



Outstandings (net of provisions), US\$MM

	<u>Loans</u>	<u>Trade</u>	<u>Interbank Deposits</u>	<u>Govt./ Other Sec.</u>	<u>Invest. in Affiliates</u>	<u>Other (1)</u>	Oct. 31/10 Total	Jul. 31/10 <u>Total</u>	Oct. 31/09 <u>Total</u>
<u>ASIA</u>									
China	1,632	1,936	244	383	-	25	4,220	3,892	1,909
India	1,674	955	31	192	-	33	2,885	2,763	2,626
South Korea	1,520	540	-	625	-	123	2,808	2,890	2,541
Thailand	192	8	-	61	1,340	-	1,601	1,537	755
Hong Kong	618	266	37	373	-	23	1,317	1,086	808
Malaysia	538	45	-	164	214	14	975	1,067	1,069
Japan	246	119	-	78	-	62	505	689	970
Other (2)	514	229	52	162	-	3	960	1,023	948
Total	6,934	4,098	364	2,038	1,554	283	15,271	14,947	11,626
<u>LATIN AMERICA</u>									
Mexico	1,356	180	750	222	2,291	50	4,849	3,978	4,109
Chile	1,460	79	100	43	2,010	4	3,696	3,441	2,783
Peru	425	150	280	-	1,680	4	2,539	1,975	1,659
Brazil	422	1,365	-	237	-	1	2,025	1,892	1,741
Costa Rica	854	64	-	-	476	-	1,394	1,307	1,280
El Salvador	188	6	-	-	378	-	572	580	593
Colombia	234	22	4	-	64	-	324	360	81
Other (3)	1,361	34	23	22	102	18	1,560	1,436	1,195
Total	6,300	1,900	1,157	524	7,001	77	16,959	14,969	13,441

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

(2) Includes Indonesia, The Philippines, Singapore and Taiwan

(3) Includes Panama, Uruguay and Venezuela

ASSET SECURITIZATION, RESERVES AND INTEREST RATE SENSITIVITY



	QUARTERLY TREND								2008 Q4
	2010				2009				
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	
ASSET SECURITIZATION (\$MM):									
Balance, Beginning of Period	15,195	15,941	16,768	17,693	18,670	19,090	16,666	13,022	11,650
Securizations	1,895	695	590	590	700	2,006	4,420	4,827	2,577
Paydowns/Maturities	(1,047)	(1,441)	(1,417)	(1,515)	(1,677)	(2,426)	(1,996)	(1,183)	(1,205)
Balance, End of Period									
Personal Loans	10	14	18	23	199	207	217	226	235
Mortgages	16,033	15,181	15,923	16,745	17,494	18,463	18,873	16,440	12,787
	16,043	15,195	15,941	16,768	17,693	18,670	19,090	16,666	13,022

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

Bonds of Emerging Markets	378	330	375	383	461	470	414	369	237
Other Debt Securities	765	602	255	672	512	450	(293)	(272)	(1,194)
Common and Preferred Shares	274	176	233	190	40	(25)	(328)	(445)	(271)
	1,417	1,108	863	1,245	1,013	895	(207)	(348)	(1,228)
Net Fair Value of Derivative Instruments and Other Hedge Amounts	(228)	(193)	(67)	(217)	(185)	(162)	(322)	(257)	(92)
Net Unrealized Gains (Losses)	1,189	915	796	1,028	828	733	(529)	(605)	(1,320)

INTEREST RATE SENSITIVITY (\$B):

October 31, 2010

	Within 3 Months	3 to 12 Months	Cumulative Under 1 Year	Over 1 Year	Non-Interest Rate Sensitive
Canadian Currency Gap	17.3	(7.3)	10.0	(5.4)	(4.6)
Foreign Currency Gap	7.4	(2.2)	5.2	11.8	(17.0)
Total Currency Gap	24.7	(9.5)	15.2	6.4	(21.6)

() denotes liability gap

Note: Based on the Bank's interest rate positions as at October 31, 2010, an immediate and sustained 100 basis point rise in interest rates, across all currencies and maturities, would increase net income after-tax by approximately \$50MM over the next 12 months, and lower common shareholders' equity, in present value terms, by approximately \$415MM.

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 \$35MM over the next 12 months, and increase common shareholders' equity, in present value terms, by approximately \$411MM.

October 31, 2010

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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 three 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 in 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)	2010				2009				2008
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4
REGULATORY CAPITAL:									
Common Shares, Contributed Surplus & Retained Earnings	27,706	26,941	26,252	25,466	24,862	24,329	23,808	23,349	22,378
Accumulated Foreign Currency Translation Losses	(4,507)	(4,694)	(4,903)	(4,118)	(3,917)	(4,058)	(2,630)	(2,307)	(2,181)
Non-Cumulative Preferred Shares	3,975	3,975	3,975	3,710	3,710	3,710	3,710	3,710	2,860
Innovative Capital Instruments	3,400	3,400	3,400	3,400	3,400	3,400	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	579	570	539	561	554	520	536	549	502
Gross Tier 1 Capital	31,153	30,192	29,263	29,019	28,609	27,875	27,929	27,736	26,114
Goodwill and Excess Intangibles	(3,050)	(2,744)	(2,701)	(2,765)	(2,908)	(2,875)	(2,845)	(2,820)	(2,273)
Other Capital Deductions ⁽¹⁾	(2,769)	(2,464)	(2,442)	(2,119)	(2,051)	(1,938)	(1,951)	(2,077)	(578)
Net Tier 1 Capital	25,334	24,984	24,120	24,135	23,650	23,062	23,133	22,839	23,263
Accumulated Net Unrealized Gains (after-tax) on Available-For-Sale Equity Securities	176	108	149	110	6	-	-	-	-
Subordinated Debentures (net of Amortization) ⁽²⁾	6,790	6,824	6,781	6,845	6,833	6,908	7,309	6,357	5,227
Eligible Allowance for Credit Losses ⁽³⁾	574	579	590	569	570	570	546	520	534
Tier 2 Capital	7,540	7,511	7,520	7,524	7,409	7,478	7,855	6,877	5,761
Other Capital Deductions ⁽⁴⁾	(3,275)	(2,994)	(2,932)	(2,609)	(2,471)	(2,371)	(2,378)	(2,338)	(1,177)
Total Regulatory Capital	29,599	29,501	28,708	29,050	28,588	28,169	28,610	27,378	27,847
CHANGES IN REGULATORY CAPITAL:									
Total Capital, Beginning of Period	29,501	28,708	29,050	28,588	28,169	28,610	27,378	27,847	26,044
Internally Generated Capital									
Net Income	1,092	1,062	1,097	988	902	931	872	842	315
Preferred and Common Share Dividends	(561)	(558)	(554)	(551)	(549)	(548)	(548)	(530)	(517)
	531	504	543	437	353	383	324	312	(202)
External Financing									
Subordinated Debentures (net of Amortization) ⁽²⁾	(34)	43	(64)	12	(75)	(401)	952	1,130	993
Innovative Capital Instruments	-	-	-	-	-	650	-	-	-
Preferred Shares	-	-	265	-	-	-	-	850	300
Common Shares Issued less Purchased for Cancellation	230	189	236	150	178	139	133	667	101
Premium on Purchase of Shares for Cancellation	-	-	-	-	-	-	-	-	(31)
	196	232	437	162	103	388	1,085	2,647	1,363
Other									
Net Change in Foreign Currency Translation Gains / (Losses)	186	209	(785)	(201)	141	(1,428)	(323)	(126)	1,375
Net Change in Net Unrealized Gains / Losses (after-tax) on Available-For-Sale Equity Securities	68	(41)	39	104	32	219	70	(120)	(317)
Non-controlling Interest in Subsidiaries	9	31	(22)	7	34	(16)	(13)	47	47
Other ⁽⁵⁾	(892)	(142)	(554)	(47)	(244)	13	89	(3,229)	(463)
	(629)	57	(1,322)	(137)	(37)	(1,212)	(177)	(3,428)	642
Total Capital Generated / (Used)	98	793	(342)	462	419	(441)	1,232	(469)	1,803
Total Capital, End of Period	29,599	29,501	28,708	29,050	28,588	28,169	28,610	27,378	27,847

(1) Comprised of 50% of all investments in certain specified corporations 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, 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 and insurance entities.

RISK-WEIGHTED ASSETS AND CAPITAL RATIOS



(\$B)

	2010				2009				2008
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4
RISK-WEIGHTED ASSETS:									
On- Balance Sheet Assets ⁽¹⁾									
Cash Resources	2.0	2.0	2.5	2.1	1.9	2.1	2.6	3.0	3.7
Securities	14.1	13.8	14.1	15.2	15.7	15.8	18.3	13.9	14.5
Residential Mortgages	12.1	11.9	13.1	10.6	9.9	9.5	10.4	10.5	9.4
Loans & Acceptances									
- Personal Loans	22.9	22.0	21.6	21.1	20.2	19.8	19.9	19.9	18.6
- Non-Personal Loans & Acceptances	71.3	70.4	71.7	75.0	80.6	83.4	93.5	96.2	95.2
All Other	13.3	13.6	13.7	12.4	13.2	12.7	13.4	12.9	14.9
	135.7	133.7	136.7	136.4	141.5	143.3	158.1	156.4	156.3
Off- Balance Sheet Assets									
Indirect Credit Instruments	33.5	33.9	32.5	34.2	34.1	32.0	36.5	37.1	41.6
Derivative Instruments	5.7	5.5	5.7	5.8	6.1	7.5	8.9	9.9	9.7
	39.2	39.4	38.2	40.0	40.2	39.5	45.4	47.0	51.3
Total Credit Risk before AIRB scaling factor ⁽²⁾	174.9	173.1	174.9	176.4	181.7	182.8	203.5	203.4	207.6
AIRB Scaling factor ⁽³⁾	5.6	5.7	5.7	6.0	6.1	6.2	6.9	6.8	6.9
Total Credit Risk after AIRB scaling factor	180.5	178.8	180.6	182.4	187.8	189.0	210.4	210.2	214.5
Market Risk - Risk Assets Equivalent	10.5	10.6	11.0	10.7	11.4	10.7	10.1	8.7	15.5
Operational Risk - Risk Assets Equivalent	24.0	23.6	23.5	22.8	22.4	21.8	21.3	20.8	20.6
Total Risk-Weighted Assets (before Transitional Adjustment)	215.0	213.0	215.1	215.9	221.6	221.5	241.8	239.7	250.6
Transitional Adjustment	-	-	-	-	-	-	-	-	-
Total Risk-Weighted Assets	215.0	213.0	215.1	215.9	221.6	221.5	241.8	239.7	250.6
RISK-WEIGHTED CAPITAL RATIOS (%):									
Tier I	11.8	11.7	11.2	11.2	10.7	10.4	9.6	9.5	9.3
Total	13.8	13.8	13.3	13.5	12.9	12.7	11.8	11.4	11.1
Tangible Common Equity ⁽⁴⁾	9.6	9.3	8.8	8.8	8.2	7.9	7.2	7.2	6.6

(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 2010						Q3 2010	
		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	45,284	29,542	45,394	41,748	90,678	71,290	89,149	70,480
	Undrawn	36,008	16,361	3,277	3,192	39,285	19,553	37,172	18,779
	Other ⁽³⁾	10,180	4,405	2,531	2,349	12,711	6,754	13,355	6,716
	Total	91,472	50,308	51,202	47,289	142,674	97,597	139,676	95,975
Bank	Drawn	12,394	2,574	13,441	3,533	25,835	6,107	25,618	5,748
	Undrawn	11,108	2,934	636	228	11,744	3,162	11,782	3,005
	Other ⁽³⁾	10,009	1,656	487	144	10,496	1,800	11,695	1,906
	Total	33,511	7,164	14,564	3,905	48,075	11,069	49,095	10,659
Sovereign	Drawn	30,346	228	12,955	1,852	43,301	2,080	47,077	2,020
	Undrawn	567	45	68	26	635	71	685	66
	Other ⁽³⁾	145	4	6	2	151	6	371	7
	Total	31,058	277	13,029	1,880	44,087	2,157	48,133	2,093
Total Non-Retail	Drawn	88,024	32,344	71,790	47,133	159,814	79,477	161,844	78,248
	Undrawn	47,683	19,340	3,981	3,446	51,664	22,786	49,639	21,850
	Other ⁽³⁾	20,334	6,065	3,024	2,495	23,358	8,560	25,421	8,629
	Total	156,041	57,749	78,795	53,074	234,836	110,823	236,904	108,727
Retail									
Residential Mortgages	Drawn	121,265	5,269	16,666	6,838	137,931	12,107	136,737	11,888
	Undrawn	8,068	132	-	-	8,068	132	5,953	85
	Total	129,333	5,401	16,666	6,838	145,999	12,239	142,690	11,973
Secured Lines Of Credit	Drawn	18,066	967			18,066	967	18,154	953
	Undrawn	78	1			78	1	2	0
	Total	18,144	968			18,144	968	18,156	953
Qualifying Revolving Retail Exposures (QRRE)	Drawn	13,835	6,967			13,835	6,967	13,653	6,794
	Undrawn	5,948	926			5,948	926	5,867	884
	Total	19,783	7,893			19,783	7,893	19,520	7,678
Other Retail	Drawn	12,213	6,315	12,567	8,675	24,780	14,990	23,749	14,287
	Undrawn	211	131	-	-	211	131	163	125
	Total	12,424	6,446	12,567	8,675	24,991	15,121	23,912	14,412
Total Retail	Drawn	165,379	19,518	29,233	15,513	194,612	35,031	192,293	33,922
	Undrawn	14,305	1,190	0	0	14,305	1,190	11,985	1,094
	Total	179,684	20,708	29,233	15,513	208,917	36,221	204,278	35,016
Securitized Assets		15,503	4,606			15,503	4,606	15,994	6,220
Trading Derivatives		17,481	5,425			17,481	5,425	17,070	5,287
Total Credit Risk (Excluding Equities & Other Assets)		368,709	88,488	108,028	68,587	476,737	157,075	474,246	155,250
Equities		2,984	5,664			2,984	5,664	2,820	5,320
Other Assets				28,404	12,127	28,404	12,127	27,651	12,539
Total Credit Risk (Before Scaling Factor)		371,693	94,152	136,432	80,714	508,125	174,866	504,717	173,109
Add-on for 6% Scaling Factor ⁽⁴⁾			5,649				5,649	n/a	5,651
Total Credit Risk		371,693	99,801	136,432	80,714	508,125	180,515	504,717	178,760

(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 (CONTINUED)



(\$MM)

Basel II Exposure		2010				2009							
		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	89,150	70,480	94,124	75,746	98,975	81,771	103,573	84,130	118,589	95,391	123,868	96,292
	Undrawn	37,173	18,780	37,424	19,354	36,694	19,429	36,725	18,898	38,769	20,451	39,403	20,685
	Other ⁽³⁾	13,355	6,716	12,791	6,487	13,181	6,397	13,393	6,390	15,697	7,570	16,908	8,004
	Total	139,678	95,976	144,339	101,587	148,850	107,597	153,691	109,418	173,055	123,412	180,179	124,981
Bank	Drawn	25,618	3,140	22,344	5,736	21,598	5,527	23,599	6,271	26,896	6,890	31,783	7,042
	Undrawn	11,785	2,808	14,449	2,967	14,240	2,391	13,555	2,400	14,832	2,804	16,201	2,827
	Other ⁽³⁾	11,695	3,700	12,023	2,069	12,410	2,032	13,822	2,331	15,523	2,815	16,013	2,610
	Total	49,095	9,648	48,816	10,772	48,248	9,950	50,976	11,002	57,251	12,509	63,997	12,479
Sovereign	Drawn	47,077	1,816	63,229	2,041	51,341	2,340	36,724	2,341	36,721	3,035	26,517	2,407
	Undrawn	685	224	785	73	866	83	863	92	933	109	1,169	215
	Other ⁽³⁾	371	52	889	20	642	18	772	18	645	1	779	5
	Total	48,133	2,092	64,903	2,134	52,849	2,441	38,359	2,451	38,299	3,145	28,465	2,627
Total Non-retail	Drawn	161,845	75,436	179,697	83,523	171,914	89,638	163,896	92,742	182,206	105,316	182,168	105,741
	Undrawn	49,640	21,812	52,658	22,394	51,800	21,903	51,143	21,390	54,534	23,364	56,773	23,727
	Other ⁽³⁾	25,421	10,468	25,703	8,576	26,233	8,447	27,987	8,739	31,865	10,386	33,700	10,619
	Total	236,906	107,716	258,058	114,493	249,947	119,988	243,026	122,871	268,605	139,066	272,641	140,087
Retail													
Residential Mortgages	Drawn	136,738	11,888	124,875	10,568	122,018	9,868	118,166	9,528	115,544	10,369	118,044	10,521
	Undrawn	5,953	84	6,594	77	6,702	131	5,461	88	3,997	54	3,798	125
	Total	142,691	11,972	131,469	10,645	128,720	9,999	123,627	9,616	119,541	10,423	121,842	10,646
Secured Lines Of Credit	Drawn	18,154	953	18,222	874	18,112	747	17,718	692	16,998	674	15,650	728
	Undrawn	2	-	-	-	-	-	6	1	8	1	-	-
	Total	18,156	953	18,222	874	18,112	747	17,724	693	17,006	675	15,650	728
Qualifying Revolving Retail Exposures (QRRE)	Drawn	13,653	6,794	13,381	6,159	13,142	5,406	12,821	5,217	12,541	5,064	12,234	4,755
	Undrawn	5,867	884	5,678	881	5,594	797	5,530	776	5,316	745	8,022	810
	Total	19,520	7,678	19,059	7,040	18,736	6,203	18,351	5,993	17,857	5,809	20,256	5,565
Other Retail	Drawn	23,749	14,287	22,857	14,062	23,013	14,074	22,630	13,860	22,704	14,162	23,148	14,450
	Undrawn	163	126	72	66	454	346	233	175	253	191	257	198
	Total	23,912	14,413	22,929	14,128	23,467	14,420	22,863	14,035	22,957	14,353	23,405	14,648
Total Retail	Drawn	192,294	33,922	179,335	31,663	176,285	30,095	171,335	29,297	167,787	30,269	169,076	30,454
	Undrawn	11,985	1,094	12,344	1,024	12,750	1,274	11,230	1,040	9,574	991	12,077	1,133
	Total	204,279	35,016	191,679	32,687	189,035	31,369	182,565	30,337	177,361	31,260	181,153	31,587
Securitizations		15,994	6,220	18,435	6,109	18,528	6,474	20,561	4,953	24,294	6,540	26,646	4,290
Trading Derivatives		17,070	5,287	17,504	5,517	17,590	5,850	19,291	7,199	21,237	8,552	26,506	9,531
Total Credit risk (excl. Equities & Other Assets)		474,249	154,239	485,676	158,806	475,100	163,681	465,443	165,360	491,497	185,418	506,946	185,495
Equities		2,820	5,320	3,117	5,994	2,897	5,607	2,992	5,497	2,989	5,581	3,072	5,614
Other Assets		27,651	12,539	25,673	11,620	26,275	12,418	24,809	11,923	24,188	12,572	23,690	12,272
Total Credit Risk (before Scaling Factor)		504,720	172,098	514,466	176,420	504,272	181,706	493,244	182,780	518,674	203,571	533,708	203,381
Add-on for 6% scaling factor ⁽⁴⁾		n/a	5,651	n/a	5,984	n/a	6,134	n/a	6,211	n/a	6,862	n/a	6,801
Total Credit Risk		504,720	177,749	514,466	182,404	504,272	187,840	493,244	188,991	518,674	210,433	533,708	210,182

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

(2) 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.

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


(\$MM)	Q4 2010					Q3 2010				
	Non-Retail			Retail	Total	Non-Retail			Retail	Total
	Drawn	Undrawn	Other ⁽³⁾			Drawn	Undrawn	Other ⁽³⁾		
Canada	51,245	23,896	22,418	183,425	280,984	49,824	23,125	23,006	179,990	275,945
USA	32,304	18,220	22,109	683	73,316	33,582	18,538	23,282	0	75,402
Mexico	6,495	225	792	5,146	12,658	6,278	184	908	5,061	12,431
Other International										
Europe	16,259	5,311	5,583	-	27,153	20,377	4,317	6,075	0	30,769
Caribbean	14,737	1,276	2,052	12,425	30,490	14,849	1,277	2,096	12,462	30,684
Latin America (excl. Mexico)	16,063	754	1,359	7,091	25,267	14,716	658	1,349	6,614	23,337
All Other	22,711	1,982	2,029	147	26,869	22,218	1,540	1,769	151	25,678
Total	159,814	51,664	56,342	208,917	476,737	161,844	49,639	58,485	204,278	474,246

	Q2 2010	Q1 2010	Q4 2009	Q3 2009	Q2 2009
Canada	280,881	279,355	279,868	279,829	280,305
USA	80,199	91,028	80,340	70,840	81,739
Mexico	12,847	12,731	12,379	12,515	13,768
Other International					
Europe	31,249	27,652	27,691	28,539	34,545
Caribbean	31,852	27,629	27,743	27,591	30,882
Latin America (excl. Mexico)	22,466	23,735	24,109	22,607	24,872
All Other	23,234	23,546	22,970	23,522	25,386
Total	482,728	485,676	475,100	465,443	491,497

Comparatives have been reclassified to conform with the current presentation.

(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 2010				Q3 2010			
	Drawn	Undrawn	Other ⁽³⁾	Total	Drawn	Undrawn	Other ⁽³⁾	Total
Non-Retail								
Less than 1 year	49,967	16,643	21,933	88,543	51,578	16,353	23,817	91,748
1 to 5 years	32,662	30,261	27,504	90,427	37,116	28,544	28,342	94,002
Over 5 Years	5,395	779	3,881	10,055	4,785	845	3,371	9,001
Total Non-Retail	88,024	47,683	53,318	189,025	93,479	45,742	55,530	194,751
Retail								
Less than 1 year	14,025	8,357		22,382	13,893	6,118		20,011
1 to 5 years	115,298	-		115,298	114,476	-		114,476
Over 5 Years	2,866	-		2,866	2,754	-		2,754
Revolving Credits ⁽⁴⁾	33,190	5,948		39,138	33,094	5,867		38,961
Total Retail	165,379	14,305		179,684	164,217	11,985		176,202
Total	253,403	61,988	53,318	368,709	257,696	57,727	55,530	370,953

	Q2 2010	Q1 2010	Q4 2009	Q3 2009
		Total	Total	Total
Non-Retail				
Less than 1 year	100,476	105,109	92,957	77,177
1 to 5 years	98,521	106,229	108,831	122,241
Over 5 Years	11,315	10,715	11,338	13,911
Total Non-Retail	210,312	222,053	213,126	213,329
Retail				
Less than 1 year	21,035	23,398	22,411	19,925
1 to 5 years	107,875	102,266	100,888	98,629
Over 5 Years	2,616	2,457	2,536	2,328
Revolving Credits ⁽⁴⁾	38,730	38,548	38,101	37,292
Total Retail	170,256	166,669	163,936	158,174
Total	380,658	388,722	377,062	371,503

(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 2010							Q3 2010						
	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%	2,775	900	9,462	13,137	160	730	890	2,546	967	9,103	12,616	88	703	791
20%	1,818	12,197	2,109	16,124	1,986	-	1,986	1,328	10,771	1,746	13,845	2,064	-	2,064
35%	-	-	-	-	11,627	595	12,222	-	-	-	-	11,511	626	12,137
50%	145	3	-	148	-	-	-	160	6	-	166	-	-	-
75%	-	-	-	-	2,086	11,115	13,201	-	-	-	-	2,024	10,329	12,353
100%	45,685	1,464	1,458	48,607	807	84	891	45,199	1,310	1,489	47,998	615	77	692
150%	779	-	-	779	-	43	43	592	-	-	592	-	39	39
Total	51,202	14,564	13,029	78,795	16,666	12,567	29,233	49,825	13,054	12,338	75,216	16,302	11,774	28,076

Risk Weight	Q2 2010		Q1 2010		Q4 2009		Q3 2009		Q2 2009		Q1 2009		Q4 2008	
	Non-Retail	Retail	Non-Retail	Retail	Non-Retail	Retail	Non-Retail	Retail	Non-Retail	Retail	Non-Retail	Retail	Non-Retail	Retail
0%	13,507	582	12,680	649	12,323	322	8,794	314	9,257	5,939	9,710	6,899	9,353	7,358
20%	12,629	-	10,498	-	9,830	-	9,080	0	8,455	-	9,362	-	10,035	-
35%	-	11,135	-	11,448	-	10,962	0	10,642	-	14,875	-	15,017	-	14,818
50%	326	-	239	-	841	-	388	0	355	-	281	-	10	-
75%	-	14,005	-	12,245	-	13,306	0	12,944	-	14,250	-	14,872	-	15,102
100%	47,696	1,345	47,641	619	49,214	437	51,125	402	58,269	403	58,271	306	58,579	284
150%	863	72	886	49	731	72	162	89	40	91	443	59	51	54
Total	75,021	27,139	71,944	25,010	72,939	25,099	69,549	24,391	76,376	35,558	78,067	37,153	78,028	37,616

(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 2010				Q3 2010				Q2 2010				Q1 2010			
	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	54,135	0.22	41	35	52,440	0.22	41	36	51,928	0.21	41	36	53,386	0.21	41	36
Bank	43,275	0.14	32	21	45,563	0.14	32	20	49,539	0.14	31	20	48,193	0.14	32	21
Sovereign	82,482	0.01	15	1	85,825	0.01	15	1	94,281	0.00	15	0	100,238	0.00	15	0
Sub-Total	179,892	0.10	27	16	183,828	0.10	27	16	195,748	0.09	26	15	201,817	0.09	26	15
Non-Investment Grade																
Corporate	38,197	0.78	40	63	38,042	0.83	40	65	38,263	0.87	40	65	40,676	0.87	40	66
Bank	117	0.69	30	39	175	0.59	30	33	163	0.60	30	34	126	0.67	29	37
Sovereign	27	1.68	15	29	13	1.33	15	26	15	1.51	15	28	16	1.54	15	29
Sub-Total	38,341	0.78	40	63	38,230	0.83	40	65	38,441	0.87	40	65	40,818	0.87	40	66
Watch List																
Corporate	3,185	23.02	40	205	3,266	22.43	41	205	3,543	23.68	40	208	4,119	24.24	41	210
Bank	-	-	-	-	-	-	-	-	-	-	-	-	1	12.14	30	127
Sovereign	-	12.14	15	63	-	-	-	-	-	-	-	-	-	-	-	-
Sub-Total	3,185	23.02	40	205	3,266	22.43	41	205	3,543	23.68	40	208	4,120	24.24	41	210
Default⁽⁷⁾	837	100.00	42	406	700	100.00	41	340	1,234	100.00	42	204	1,449	100.00	43	217
Total	222,255	0.92	29	28	226,024	0.85	29	28	238,966	1.08	29	27	248,204	1.20	29	28

(1) The cross references of the Bank's internal borrower grades with equivalent rating categories utilized by external rating agencies are outlined on page 147 of the Bank's 2010 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 2010		Q3 2010		Q2 2010		Q1 2010	
	Notional Undrawn	Weighted Average EAD (%)	Notional Undrawn	Weighted Average EAD (%)	Notional Undrawn	Weighted Average EAD (%)	Notional Undrawn	Weighted Average EAD (%)
Corporate	62,765	57	60,024	57	57,327	56	60,656	56
Bank	17,584	63	17,886	63	17,844	69	20,890	69
Sovereign	876	68	830	68	991	68	1,107	69
Total	81,225	58	78,740	58	76,162	59	82,653	60

RISK ASSESSMENT OF CREDIT RISK EXPOSURES

RETAIL AIRB PORTFOLIO - CREDIT QUALITY

Category of PD Grades ⁽¹⁾	Q4 2010				Q3 2010				Q2 2010				Q1 2010				
	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	73,808	0.09	16	3	72,435	0.09	16	3	69,081	0.09	15	3	67,536	0.09	14	3	
Low	12,678	0.35	16	9	12,569	0.35	16	10	12,065	0.35	15	9	11,977	0.36	14	9	
Medium	10,971	0.95	16	18	11,041	0.94	16	18	11,288	0.95	15	18	10,718	0.95	14	17	
High	1,047	12.26	16	76	1,002	11.97	16	76	1,081	12.69	15	75	1,039	13.22	14	72	
Very High	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Default ⁽⁷⁾	240	100.00	16	-	229	100.00	16	-	209	100.00	15	-	214	100.00	14	-	
Sub-total	98,744	0.59	16	6	97,276	0.57	16	7	93,724	0.60	15	7	91,484	0.61	14	6	
Qualifying Revolving Retail Exposures(QRRE)																	
Very Low	5,415	0.12	92	6	5,536	0.12	92	7	5,360	0.12	92	6	5,169	0.13	91	7	
Low	4,340	0.36	92	16	2,701	0.31	92	14	4,178	0.36	92	16	4,355	0.36	91	16	
Medium	7,931	1.48	92	46	9,235	1.32	92	42	7,688	1.43	92	46	7,522	1.23	91	40	
High	1,079	4.55	92	104	1,066	4.53	92	104	1,038	4.52	92	104	1,026	4.54	91	104	
Very High	844	20.73	92	244	808	20.52	92	243	787	20.12	92	240	805	20.66	91	243	
Default ⁽⁷⁾	174	100.00	92	0	174	100.00	92	-	182	100.00	92	-	183	100.00	91	-	
Sub-total	19,783	2.72	92	40	19,520	2.69	92	39	19,233	2.70	92	39	19,060	2.68	91	37	
Other Retail																	
Very Low	4,959	0.16	75	26	4,715	0.16	75	26	4,419	0.16	74	26	4,376	0.16	74	26	
Low	2,492	0.38	75	45	2,433	0.38	75	45	2,399	0.38	74	45	2,379	0.39	74	46	
Medium	4,347	1.18	75	76	4,349	1.18	75	76	4,311	1.19	74	76	4,057	1.23	74	77	
High	335	7.40	75	118	335	7.38	75	118	337	7.40	74	118	348	7.34	74	117	
Very High	154	43.28	75	198	153	43.73	75	197	159	43.10	74	197	190	44.65	74	197	
Default ⁽⁷⁾	137	100.00	75	0	153	100.00	75	-	172	100.00	74	-	190	100.00	74	-	
Sub-total	12,424	2.39	75	52	12,138	2.58	75	52	11,797	2.82	74	53	11,540	3.17	74	53	
Total Retail																	
Very Low	84,182	0.09	24	5	82,686	0.09	24	5	78,860	0.10	24	5	77,081	0.09	23	5	
Low	19,510	0.36	40	15	17,703	0.35	35	15	18,642	0.36	40	15	18,711	0.36	40	15	
Medium	23,249	1.18	53	39	24,625	1.12	55	37	23,287	1.15	51	38	22,297	1.09	51	36	
High	2,461	8.22	57	94	2,403	8.03	58	94	2,456	8.51	56	93	2,413	8.68	56	92	
Very High	998	24.21	89	237	961	24.22	89	236	946	23.98	89	233	995	25.24	88	234	
Default ⁽⁷⁾	551	100.00	54	0	556	100.00	56	-	563	100.00	58	-	587	100.00	58	-	
Total	130,951	1.08	33	16	128,934	1.08	33	16	124,754	1.13	32	16	122,084	1.17	32	15	

(1) The general relationship between probability of default (PD) ranges and the category of PD grades is detailed on page 148 of the Bank's 2010 Annual Report.

(2) After credit risk mitigation, includes drawn and undrawn commitments; excludes government guaranteed residential mortgages.

(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 Type	Q4 2010		Q3 2010		Q2 2010		Q1 2010		Q4 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 (%)	Actual Loss Rate (%)	Expected Loss Rate (%)
Non-Retail⁽¹⁾										
Corporate	0.05	1.30	0.17	1.21	0.36	0.95	0.53	0.72	0.54	0.63
Sovereign	-	0.01	-	-	-	-	-	-	-	0.01
Bank	-	0.03	-	0.04	-	0.05	-	0.07	-	0.07
Retail⁽²⁾										
Real Estate Secured	0.01	0.05	0.01	0.05	0.01	0.05	-	0.05	-	0.03
QRRE	2.11	2.93	2.04	2.78	2.03	2.71	1.96	2.58	1.90	2.08
Other Retail	1.35	2.20	1.40	2.15	1.35	1.86	1.19	1.94	1.17	1.52

(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, excluding partial write-offs, 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 2010			Q3 2010			Q2 2010			Q1 2010		
	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	2,565	1,991	2,929	2,615	1,273	3,734	2,551	838	3,425	2,516	1,046	3,635
Bank	0	900	1,263	99	868	1,420	70	861	1,238	487	328	1,434
Sovereign	31	310	0	6	291	0	13	15	0	22	17	-
Total Non-Retail	2,596	3,201	4,192	2,720	2,432	5,154	2,634	1,714	4,663	3,025	1,391	5,069
Retail												
Residential Mortgages ⁽²⁾	48	3,667	48,733	49	3,732	47,268	49	1,642	45,501	50	1,754	44,585
Secured Lines of Credit				-	-	-	-	-	-	-	-	-
Qualifying Revolving Retail Exposures(QRRE)				-	-	-	-	-	-	-	-	-
Other Retail	651	674	-	739	590		616	333	-	646	375	-
Total Retail	699	4,341	48,733	788	4,322	47,268	665	1,975	45,501	696	2,129	44,585
Total	3,295	7,541	52,925	3,508	6,754	52,422	3,299	3,689	50,164	3,721	3,520	49,654

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	Q4 2010				Q3 2010				Q2 2010				Q1 2010			
	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	230,720	30	75		294,264	33	73		195,212	16	45		100,313	4	15	
Swaps	1,137,074	13,139	16,914		1,199,883	12,318	16,419		1,126,681	9,146	13,088		898,623	10,404	13,963	
Options Purchased	85,483	170	192		66,434	136	163		57,453	129	159		48,332	185	225	
Options Written	57,813	-	-		68,425	-	-		51,278	-	-		41,584	-	-	
Total	1,511,090	13,339	17,181	1,750	1,629,006	12,487	16,656	1,708	1,430,624	9,291	13,292	1,457	1,088,852	10,593	14,203	1,570
Foreign Exchange Contracts:																
Futures, Spots and Forwards	240,177	3,928	6,448		255,675	3,421	6,076		241,983	3,467	5,912		234,530	3,612	5,885	
Swaps	156,240	6,451	13,806		126,149	6,110	12,267		121,415	6,635	12,836		120,137	6,902	13,100	
Options Purchased	5,423	183	265		5,100	104	165		4,609	86	146		4,005	92	142	
Options Written	5,887	-	-		5,668	-	-		5,542	-	-		4,878	-	-	
Total	407,727	10,562	20,519	2,334	392,593	9,635	18,508	2,214	373,549	10,188	18,894	2,469	363,550	10,606	19,127	2,336
Other Derivatives Contracts:																
Equity	36,774	779	2,548	479	32,478	860	2,383	450	39,982	1,129	3,099	618	31,305	1,274	2,838	603
Credit	80,308	1,480	5,752	695	83,170	1,804	6,102	707	80,119	1,608	5,820	704	86,067	2,503	7,080	825
Other	18,928	692	2,085	398	12,408	435	1,449	400	12,328	554	1,504	501	9,619	397	1,177	429
Total	136,010	2,951	10,385	1,572	128,057	3,099	9,935	1,557	132,429	3,291	10,423	1,823	126,991	4,174	11,095	1,857
Total Derivatives	2,054,827	26,853	48,085	5,656	2,149,656	25,221	45,098	5,479	1,936,602	22,770	42,609	5,749	1,579,393	25,373	44,425	5,763
Less: Impact of Master Netting Agreements and Collateral		19,816	29,711			18,265	27,279			15,767	24,245	- ⁽¹⁾		17,785	26,023	- ⁽¹⁾
Total after Netting and Collateral		7,037	18,374	5,656		6,956	17,820	5,479		7,003	18,364	5,749		7,588	18,402	5,763

Contract Types	Q4 2009		Q3 2009		Q2 2009		Q1 2009	
	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	126,959	16	117,115	13	137,620	12	102,527	17
Swaps	865,040	14,376	960,728	18,262	868,053	21,358	777,498	21,067
Options Purchased	35,576	263	40,104	294	53,637	387	44,501	524
Options Written	42,622	-	43,506	-	35,734	-	40,596	-
Total	1,070,197	14,655	1,161,453	18,569	1,095,044	21,757	965,122	21,608
Foreign Exchange Contracts:								
Futures, Spots and Forwards	211,441	5,504	206,237	6,664	228,692	6,588	234,758	9,376
Swaps	118,850	12,238	121,674	12,687	123,323	11,520	125,526	11,290
Options Purchased	3,706	142	4,091	283	6,122	279	6,385	449
Options Written	4,504	-	4,853	-	6,867	-	6,678	-
Total	338,501	17,884	336,855	19,634	365,004	18,387	373,347	21,115
Other Derivatives Contracts:								
Equity	30,324	2,807	26,414	2,257	27,561	3,682	22,590	2,615
Credit	90,537	8,491	90,172	9,790	104,191	14,420	116,365	16,851
Other	10,093	1,299	9,684	1,201	8,360	1,202	6,722	1,395
Total	130,954	12,597	126,270	13,248	140,112	19,304	145,677	20,861
Total Derivatives	1,539,652	45,136	1,624,578	51,451	1,600,160	59,448	1,484,146	63,584
Less: Impact of Master Netting Agreements and Collateral		26,649		31,071		37,040		35,650
Total after Netting and Collateral		18,487		20,380		22,408		27,934
Risk Weighted Amount⁽¹⁾		6,092		7,498		8,877		9,918

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

RISK-WEIGHTED ASSETS FOR SECURITIZATION EXPOSURES ⁽¹⁾



(\$MM)			Q4 2010				Q3 2010			
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	5,384	7,769	13,153	1,387	5,566	8,052	13,618	1,452
	A- to BBB-	35 - 100	773	168	941	670	842	169	1,011	695
Non-Investment Grade	BB+ to BB-	150 - 650	254	372	626	2,549	334	658	992	4,073
	Below BB-	Capital Deduction ⁽²⁾	515	268	783	n/a	356	17	373	n/a
Total			6,926	8,577	15,503	4,606	7,098	8,896	15,994	6,220

			Q2 2010				Q1 2010			
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	6,054	8,240	14,294	1,507	6,938	8,850	15,788	1,375
	A- to BBB-	35 - 100	1,003	203	1,206	839	1,028	659	1,687	1,302
Non-Investment Grade	BB+ to BB-	150 - 650	333	674	1,007	4,201	334	316	650	3,432
	Below BB-	Capital Deduction ⁽²⁾	335	6	341	n/a	307	3	310	n/a
Total			7,725	9,123	16,848	6,547	8,607	9,828	18,435	6,109

(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 2010		Q3 2010		Q2 2010		Q1 2010	
	Gross Exposures	Risk-Weighted Assets	Gross Exposures	Risk-Weighted Assets	Gross Exposures	Risk-Weighted Assets	Gross Exposures	Risk-Weighted Assets
Grandfathered equity investments	1,454	1,454	1,434	1,434	1,550	1,550	1,633	1,633
Non-grandfathered - Simple risk weight method	1,056	3,547	936	3,259	890	3,032	1,055	3,722
Total Banking Book Equities (Excl. Preferred Shares)	2,510	5,001	2,370	4,693	2,440	4,582	2,688	5,355
Preferred Shares - PD/LGD Approach	475	663	450	627	449	624	429	639
Total Banking Book Equities	2,985	5,664	2,820	5,320	2,889	5,206	3,117	5,994

Of the banking book equity exposures (excluding preferred) approximately 67% in Q4/10 (Q3/10: 62%) are traded in a public exchange, with the remaining 33% in Q4/10 (Q3/10: 38%) 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.