

# Q1 | 2010

## Supplementary Financial Information

For the Quarter Ended - January 31, 2010

The letters 'BMO' are rendered in a large, 3D, metallic font, appearing to sit on a grid surface that recedes into the distance under a blue sky.

### INVESTOR RELATIONS

[www.bmo.com/investorrelations](http://www.bmo.com/investorrelations)

**Viki Lazaris, Senior Vice President**  
(416) 867-6656 viki.lazaris@bmo.com

**Russ Robertson, Chief Financial Officer**  
(416) 867-7360 russ.robertson@bmo.com

**Steven Bonin, Director**  
(416) 867-5452 steven.bonin@bmo.com

**Andrew Chin, Senior Manager**  
(416) 867-7019 andrew.chin@bmo.com

	Page		Page
<b>Notes to Users</b>	1	<b>U.S. GAAP Reconciliation</b>	19
<b>Financial Highlights</b>	2 - 3	<b>Assets Under Administration and Management</b>	19
Income Statement Information	2	<b>Asset Securitization</b>	20
Profitability Measures	2	<b>Basel II Securitization Exposures</b>	21-22
Balance Sheet Information	2	<b>Basel II Regulatory Capital, Risk-Weighted Assets and Capital Ratios</b>	23
Balance Sheet Measures	2	<b>Basel II Equity Securities Exposures</b>	24
Cash-Based Statistical Information	2	<b>Credit-Risk Related Schedules</b>	25-38
Dividend Information	3	Basel II Credit Risk schedules	25-29
Share Information	3	- Credit Exposures Covered by Risk Mitigants, by Geographic Region and by Industry	25
Growth-Based Statistical Information	3	- Credit Exposures by Asset Class, by Contractual Maturity, by Basel II Approaches	26
Other Statistical Information	3	- Credit Exposures by Risk Weight - Standardized	27
Additional Bank Information	3	- Credit Exposure by Portfolio And Risk Ratings - AIRB	28
		- AIRB Credit Risk Exposure: Loss Experience	29
<b>Summary Income Statements and Highlights (includes U.S. Segment Information)</b>	4 - 11	Credit Risk Financial Measures	30
Total Bank Consolidated	4	Provision for Credit Losses Segmented Information	31
Net Income by Operating Group and Geographic Area	5	Gross Loans and Acceptances	32
Total Personal & Commercial Banking	6	Allowances for Credit Losses	33
P&C Canada	7	Net Loans and Acceptances	34
P&C U.S.	8	Gross Impaired Loans and Acceptances	35
Total Private Client Group	9	Net Impaired Loans and Acceptances	36
Total BMO Capital Markets	10	Loans and Acceptances by Geographic Area	37
Total Corporate Services, including Technology and Operations	11	Changes in Allowances for Credit Losses	38
		Changes in Impaired Loans and Acceptances	38
<b>Non-Interest Revenue and Trading Revenue</b>	12	<b>Derivative Instruments - Basel II</b>	39
<b>Non-Interest Expense</b>	13	<b>Derivative Instruments - Fair Value</b>	40
<b>Balance Sheets (As At and Average Daily Balances)</b>	14-15	<b>Market-Risk and Liquidity and Funding Related Schedules</b>	41-42
<b>Statement of Changes in Shareholders' Equity</b>	16	Interest Rate Gap Position	41
<b>Average Assets by Operating Group and Geographic Area</b>	17	Interest Rate Risk Sensitivity	41
<b>Goodwill and Intangible Assets</b>	18	Liquid Assets and Deposits	42
<b>Unrealized Gains (Losses) on Securities, Other Than Trading</b>	18	<b>Basel II Appendix</b>	43

*This report is unaudited and all amounts are in millions of Canadian dollars, unless otherwise indicated.*

**Restatement of Prior Periods****Changes**

Periodically, certain business lines or units within business lines are transferred between client groups to more closely align BMO's organizational structure and its strategic priorities. All comparative figures are reclassified to reflect these transfers. At the beginning of the year, the Banking Groups non-interest expenses were restated for comparative purposes to reflect the current allocation method.

**Securitization Accounting**

During the quarter, we changed the manner in which we report securitized assets in our segmented disclosure. Previously, certain securitized mortgage assets were not reported in P&C Canada's balance sheet. We now report all securitized mortgage assets in P&C Canada with offsetting amounts in Corporate and net interest income earned on all securitized mortgage assets are included in P&C Canada net interest income. Previously net interest income earned on certain securitized mortgage assets was included in P&C Canada non-interest revenue. These changes do not have a meaningful impact on the earnings of P&C Canada. Prior periods have been restated to conform to the current period's presentation. This change in reporting is consistent with the reporting of securitized assets by our Canadian peer group.

**Taxable Equivalent Basis**

BMO analyzes consolidated revenues on a reported basis. However, like many banks, BMO analyzes revenue of operating groups and ratios computed using revenue, on a taxable equivalent basis (teb). This basis includes an adjustment that increases GAAP revenues and the GAAP provision for income taxes by an amount that would raise revenues on certain tax-exempt securities to a level equivalent to amounts that would incur tax at the statutory rate. The effective income tax rate is also analyzed on a taxable equivalent basis for consistency of approach. The offset to the group teb adjustments is reflected in Corporate Services.

**Use of this Document**

Information in this document is supplementary to the Bank's first quarter Press Release, MD&A, Financial Statements, and the 2009 Annual Report and should be read in conjunction with those documents

Additional financial information is also available throughout the slide presentations for the Strategic Update, Financial Review and Risk Review, as well as the Conference Call Webcast.

These can be accessed at our website at [www.bmo.com/investorrelations](http://www.bmo.com/investorrelations).

This report is unaudited and all amounts are in millions of Canadian dollars, unless indicated otherwise.

Items indicated N.A. were not available.

Items indicated n.a. were not applicable.

Refer to the "GAAP and Related Non-GAAP Measures used in the MD&A" section of Management's Discussion and Analysis for an explanation of cash results, reporting on a taxable equivalent basis (teb) and net economic profit. Securities regulators require that companies caution readers that earnings and other measures adjusted to a basis other than generally accepted accounting principles (GAAP) do not have standardized meanings under GAAP and are unlikely to be comparable to similar measures used by other companies.

For information on accounting changes, please refer to the section of our first quarter Press Release entitled "Accounting Changes".

*Users may provide their comments and suggestions on the Supplementary Financial Information document  
by contacting Andrew Chin at (416) 867-7019 or [andrew.chin@bmo.com](mailto:andrew.chin@bmo.com)*

**FINANCIAL HIGHLIGHTS**

	2010	2009	2009	2009	2009	2008	2008	2008	2008	YTD	YTD	Fiscal	Fiscal
(\$ millions except as noted)	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2010	2009	2009	2008

**Income Statement Information**

Total revenues	3,025	2,989	2,978	2,655	2,442	2,813	2,746	2,620	2,026	3,025	2,442	11,064	10,205
Provision for credit losses (PCL)	333	386	417	372	428	465	484	151	230	333	428	1,603	1,330
Non-interest expense	1,839	1,779	1,873	1,888	1,841	1,818	1,782	1,680	1,614	1,839	1,841	7,381	6,894
Provision for income taxes	177	158	112	18	(71)	(49)	(59)	128	(91)	177	(71)	217	(71)
Net income	657	647	557	358	225	560	521	642	255	657	225	1,787	1,978
Net economic profit (loss)	171	159	79	(87)	(219)	144	122	266	(127)	171	(219)	(68)	405

**Profitability Measures**

Basic earnings per share	\$1.12	\$1.12	\$0.97	\$0.61	\$0.39	\$1.06	\$1.00	\$1.25	\$0.48	\$1.12	\$0.39	\$3.09	\$3.79
Diluted earnings per share	\$1.12	\$1.11	\$0.97	\$0.61	\$0.39	\$1.06	\$0.98	\$1.25	\$0.47	\$1.12	\$0.39	\$3.08	\$3.76
Return on equity	14.3 %	14.0 %	12.1 %	8.1 %	4.9 %	14.0 %	13.5 %	17.9 %	6.7 %	14.3 %	4.9 %	9.9 %	13.0 %
Return on average assets	0.66 %	0.63 %	0.52 %	0.32 %	0.19 %	0.54 %	0.52 %	0.66 %	0.26 %	0.66 %	0.19 %	0.41 %	0.50 %
Return on average risk-weighted assets	1.58 %	1.53 %	1.26 %	0.75 %	0.46 %	1.19 %	1.13 %	1.39 %	0.57 %	1.58 %	0.46 %	0.97 %	1.07 %
Non-interest expense-to-revenue ratio	60.8 %	59.5 %	62.9 %	71.1 %	75.4 %	64.6 %	64.9 %	64.1 %	79.7 %	60.8 %	75.4 %	66.7 %	67.6 %
Net interest margin													
on average assets	1.54 %	1.40 %	1.38 %	1.19 %	1.14 %	1.37 %	1.29 %	1.21 %	1.23 %	1.54 %	1.14 %	1.27 %	1.28 %
on average earning assets	1.85 %	1.73 %	1.74 %	1.55 %	1.51 %	1.71 %	1.58 %	1.47 %	1.45 %	1.85 %	1.51 %	1.63 %	1.55 %
PCL-to-average net loans and acceptances	0.79 %	0.89 %	0.94 %	0.79 %	0.90 %	1.01 %	1.10 %	0.35 %	0.55 %	0.79 %	0.90 %	0.88 %	0.76 %
Effective tax rate	20.80 %	19.18 %	16.39 %	4.42 %	(41.01)%	(9.24)%	(12.17)%	16.27 %	(50.30)%	20.80 %	(41.01)%	10.45 %	(3.56)%

**Balance Sheet Information**

Total assets	398,623	388,458	415,361	432,245	443,174	416,050	375,047	375,158	376,825	398,623	443,174	388,458	416,050
Average assets	393,720	408,780	422,517	460,610	463,003	409,059	395,873	394,069	391,359	393,720	463,003	438,548	397,609
Average earning assets	328,848	331,395	334,894	352,920	348,542	328,687	322,047	323,605	332,804	328,848	348,542	341,848	326,803
Average common shareholders' equity	17,303	17,287	17,169	16,778	16,221	15,153	14,784	14,274	14,226	17,303	16,221	16,865	14,612
Gross impaired loans (GIL) and acceptances	3,134	3,297	2,913	2,972	2,666	2,387	1,798	1,820	1,347	3,134	2,666	3,297	2,387
Allowance for credit losses (ACL)	1,943	1,902	1,803	1,825	1,741	1,747	1,494	1,336	1,227	1,943	1,741	1,902	1,747

**Balance Sheet Measures**

Cash and securities-to-total assets ratio	33.9%	31.9%	30.0%	28.2%	28.2%	29.1%	29.6%	29.6%	30.7%	33.9%	28.2%	31.9%	29.1%
GIL-to-gross loans and acceptances	1.83%	1.94%	1.66%	1.64%	1.39%	1.26%	1.01%	1.05%	0.79%	1.83%	1.39%	1.94%	1.26%
GIL-to-equity and allowance for credit losses	13.11%	14.06%	12.75%	12.95%	11.91%	11.34%	9.09%	9.54%	7.46%	13.11%	11.91%	14.06%	11.34%
Tier 1 capital ratio	12.53%	12.24%	11.71%	10.70%	10.21%	9.77%	9.90%	9.42%	9.48%	12.53%	10.21%	12.24%	9.77%
Total capital ratio	14.82%	14.87%	14.32%	13.20%	12.87%	12.17%	12.29%	11.64%	11.26%	14.82%	12.87%	14.87%	12.17%

**Cash-Based Statistical Information**

Basic earnings per share	\$1.14	\$1.13	\$0.98	\$0.63	\$0.41	\$1.08	\$1.01	\$1.27	\$0.50	\$1.14	\$0.41	\$3.15	\$3.86
Diluted earnings per share	\$1.13	\$1.13	\$0.98	\$0.63	\$0.40	\$1.08	\$1.00	\$1.26	\$0.49	\$1.13	\$0.40	\$3.14	\$3.83
Return on equity	14.4 %	14.2 %	12.3 %	8.4 %	5.2 %	14.3 %	13.7 %	18.1 %	6.9 %	14.4 %	5.2 %	10.1 %	13.3 %
Operating leverage	23.9 %	8.3 %	3.3 %	(11.0)%	6.4 %	18.0 %	0.0 %	(0.7)%	1.5 %	23.9 %	6.4 %	1.3 %	4.7 %
Non-interest expense-to-revenue ratio	60.5 %	59.2 %	62.5 %	70.7 %	75.0 %	64.2 %	64.5 %	63.8 %	79.2 %	60.5 %	75.0 %	66.3 %	67.1 %
Non-interest expense growth	0.0 %	(2.0)%	5.1 %	12.3 %	14.1 %	9.9 %	7.5 %	4.3 %	(3.5)%	0.0 %	14.1 %	7.1 %	4.5 %
Return on average assets	0.67%	0.64%	0.53%	0.33%	0.20%	0.55%	0.53%	0.67%	0.27%	0.67%	0.20%	0.42%	0.51%
Net income	664	655	566	368	233	570	530	650	263	664	233	1,822	2,013

**FINANCIAL HIGHLIGHTS**

(\$ millions except as noted)

	2010	2009	2009	2009	2009	2008	2008	2008	2008	YTD	YTD	Fiscal	Fiscal
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2010	2009	2009	2008
<b>Dividend Information</b>													
Dividends declared per share	\$0.70	\$0.70	\$0.70	\$0.70	\$0.70	\$0.70	\$0.70	\$0.70	\$0.70	\$0.70	\$0.70	\$2.80	\$2.80
Dividends paid per share	\$0.70	\$0.70	\$0.70	\$0.70	\$0.70	\$0.70	\$0.70	\$0.70	\$0.70	\$0.70	\$0.70	\$2.80	\$2.80
Common dividends	389	386	384	382	378	355	353	352	350	389	378	1,530	1,410
Preferred dividends	35	38	33	26	23	25	19	14	15	35	23	120	73
Dividend yield	5.38%	5.59%	5.18%	7.09%	8.42%	6.51%	5.84%	5.59%	4.93%	5.38%	8.42%	5.59%	6.51%
Dividend payout ratio	62.5%	63.4%	73.2%	115.0%	187.1%	66.2%	70.3%	56.1%	145.7%	62.5%	187.1%	91.8%	74.0%
<b>Share Information</b>													
Share price													
high	\$56.24	\$54.75	\$54.05	\$41.03	\$44.88	\$51.74	\$52.31	\$58.78	\$63.44	\$56.24	\$44.88	\$54.75	\$63.44
low	\$49.78	\$49.01	\$38.86	\$24.05	\$29.60	\$35.65	\$37.60	\$38.00	\$51.35	\$49.78	\$29.60	\$24.05	\$35.65
close	\$52.00	\$50.06	\$54.02	\$39.50	\$33.25	\$43.02	\$47.94	\$50.10	\$56.75	\$52.00	\$33.25	\$50.06	\$43.02
Book value per share	\$32.51	\$31.95	\$31.26	\$32.22	\$32.18	\$32.02	\$30.15	\$29.71	\$28.64	\$32.51	\$32.18	\$31.95	\$32.02
Number of common shares outstanding (000's)													
end of period	555,395	551,716	548,462	545,046	539,742	504,575	504,445	503,435	499,407	555,395	539,742	551,716	504,575
average basic	553,992	550,495	547,134	543,634	520,020	503,004	504,124	502,054	499,067	553,992	520,020	540,294	502,062
average diluted	557,311	554,151	549,968	544,327	523,808	506,591	508,032	506,638	505,572	557,311	523,808	542,313	506,697
Total market value of common shares	28,881	27,619	29,628	21,529	17,946	21,707	24,183	25,222	28,341	28,881	17,946	27,619	21,707
Market-to-book value ratio	1.60	1.57	1.73	1.23	1.03	1.34	1.59	1.69	1.98	1.60	1.03	1.57	1.34
Price-to-earnings multiple	13.6	16.3	17.8	13.0	9.0	11.4	13.4	12.9	14.5	13.6	9.0	16.3	11.4
Total shareholder return													
twelve month	67.1 %	25.1 %	21.4 %	(15.2)%	(37.7)%	(27.9)%	(24.4)%	(24.6)%	(15.6)%	67.1 %	(37.7)%	25.1 %	(27.9)%
five-year average	3.5 %	1.8 %	4.0 %	(1.2)%	(6.9)%	0.9 %	5.1 %	8.2 %	10.1 %	3.5 %	(6.9)%	1.8 %	0.9 %
<b>Growth-Based Statistical Information</b>													
Diluted earnings per share growth	187.2 %	4.7 %	(1.0)%	(51.2)%	(17.0)%	21.8 %	(23.4)%	(3.1)%	(29.9)%	187.2 %	(17.0)%	(18.1)%	(8.5)%
Diluted cash earnings per share growth	182.5 %	4.6 %	(2.0)%	(50.0)%	(18.4)%	21.3 %	(23.1)%	(3.8)%	(27.9)%	182.5 %	(18.4)%	(18.0)%	(8.4)%
Net economic profit growth	100+	10.4 %	(35.1)%	(100+)	(71.8)%	100+	(56.5)%	(7.9)%	(100+)	100+	(71.8)%	(100+)	(32.8)%
Operating leverage	24.0 %	8.5 %	3.3 %	(11.1)%	6.4 %	18.0 %	0.1 %	(0.5)%	1.5 %	24.0 %	6.4 %	1.3 %	4.8 %
Revenue growth	23.9 %	6.3 %	8.4 %	1.3 %	20.5 %	27.9 %	7.5 %	3.6 %	(2.0)%	23.9 %	20.5 %	8.4 %	9.2 %
Non-interest expense growth	(0.1)%	(2.2)%	5.1 %	12.4 %	14.1 %	9.9 %	7.4 %	4.1 %	(3.5)%	(0.1)%	14.1 %	7.1 %	4.4 %
Net income growth	191.7 %	15.6 %	6.9 %	(44.3)%	(11.7)%	23.9 %	(21.1)%	(4.3)%	(26.8)%	191.7 %	(11.7)%	(9.7)%	(7.2)%
<b>Other Statistical Information</b>													
Cost of equity	10.5 %	10.5 %	10.5 %	10.5 %	10.5 %	10.5 %	10.5 %	10.5 %	10.5 %	10.5 %	10.5 %	10.5 %	10.5 %
Prime rate													
average Canadian	2.25 %	2.25 %	2.25 %	2.66 %	3.66 %	4.61 %	4.75 %	5.39 %	6.07 %	2.25 %	3.66 %	2.70 %	5.21 %
average U.S.	3.25 %	3.25 %	3.25 %	3.25 %	3.62 %	4.85 %	5.00 %	5.63 %	7.27 %	3.25 %	3.62 %	3.34 %	5.69 %
Exchange rate													
as at Cdn/U.S. dollar	1.0693	1.0819	1.0775	1.1930	1.2265	1.2045	1.0240	1.0072	1.0038	1.0693	1.2265	1.0819	1.2045
average Cdn/U.S. dollar	1.0587	1.0827	1.1102	1.2417	1.2271	1.1107	1.0122	1.0065	0.9984	1.0587	1.2271	1.1648	1.0321
<b>Additional Bank Information</b>													
Number of full-time equivalent employees													
Canada	29,122	29,118	29,430	29,635	29,842	29,529	29,836	29,372	29,325	29,122	29,842	29,118	29,529
United States	6,729	6,732	6,842	6,979	7,070	7,256	7,230	7,227	6,638	6,729	7,070	6,732	7,256
Other	322	323	322	310	311	288	299	302	292	322	311	323	288
Total	36,173	36,173	36,594	36,924	37,223	37,073	37,365	36,901	36,255	36,173	37,223	36,173	37,073
Number of bank branches													
Canada	902	900	903	915	979	983	984	983	982	902	979	900	983
United States	288	290	290	290	290	292	287	286	244	288	290	290	292
Other	5	5	5	5	5	5	5	4	4	5	5	5	5
Total	1,195	1,195	1,198	1,210	1,274	1,280	1,276	1,273	1,230	1,195	1,274	1,195	1,280
Number of automated banking machines													
Canada	2,031	2,030	2,029	2,027	2,027	2,026	2,010	2,003	1,988	2,031	2,027	2,030	2,026
United States	634	636	638	634	630	640	647	647	602	634	630	636	640
Total	2,665	2,666	2,667	2,661	2,657	2,666	2,657	2,650	2,590	2,665	2,657	2,666	2,666
Credit rating													
DBRS	AA	AA	AA	AA	AA	AA	AA	AA	AA	AA	AA	AA	AA
Fitch	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-
Moody's	Aa2	Aa1	Aa1	Aa1	Aa1	Aa1	Aa1	Aa1	Aa1	Aa2	Aa1	Aa1	Aa1
Standard and Poor's	A+	A+	A+	A+	A+	A+	A+	A+	A+	A+	A+	A+	A+

**TOTAL BANK CONSOLIDATED  
SUMMARY INCOME STATEMENTS  
AND HIGHLIGHTS**



(\$ millions except as noted)

	2010 Q1	2009 Q4	2009 Q3	2009 Q2	2009 Q1	2008 Q4	2008 Q3	2008 Q2	2008 Q1	YTD 2010	YTD 2009	Fiscal 2009	Fiscal 2008
Net interest income	1,532	1,442	1,466	1,335	1,327	1,409	1,282	1,171	1,210	1,532	1,327	5,570	5,072
Non-interest revenue	1,493	1,547	1,512	1,320	1,115	1,404	1,464	1,449	816	1,493	1,115	5,494	5,133
Total revenues	3,025	2,989	2,978	2,655	2,442	2,813	2,746	2,620	2,026	3,025	2,442	11,064	10,205
Provision for credit losses	333	386	417	372	428	465	484	151	230	333	428	1,603	1,330
Net interest income and non-interest revenue	2,692	2,603	2,561	2,283	2,014	2,348	2,262	2,469	1,796	2,692	2,014	9,461	8,875
Non-interest expense	1,839	1,779	1,883	1,888	1,841	1,826	1,782	1,680	1,614	1,839	1,841	7,391	6,902
Restructuring charge (reversal)	-	-	(10)	-	-	(8)	-	-	-	-	-	(10)	(8)
Total non-interest expense	1,839	1,779	1,873	1,888	1,841	1,818	1,782	1,680	1,614	1,839	1,841	7,381	6,894
Income before taxes and non-controlling interest in subsidiaries	853	824	688	395	173	530	480	789	182	853	173	2,080	1,981
Provision for income taxes	177	158	112	18	(71)	(49)	(59)	128	(91)	177	(71)	217	(71)
Non-controlling interest in subsidiaries	19	19	19	19	19	19	18	19	18	19	19	76	74
Net income	657	647	557	358	225	560	521	642	255	657	225	1,787	1,978
Amortization of intangible assets, net of income tax	7	8	9	10	8	10	9	8	8	7	8	35	35
Cash net income	664	655	566	368	233	570	530	650	263	664	233	1,822	2,013
Operating leverage	24.0 %	8.5 %	3.3 %	(11.1)%	6.4 %	18.0 %	0.1 %	(0.5)%	1.5 %	24.0 %	6.4 %	1.3 %	4.8 %
Cash operating leverage	23.9 %	8.3 %	3.3 %	(11.0)%	6.4 %	18.0 %	0.0 %	(0.7)%	1.5 %	23.9 %	6.4 %	1.3 %	4.7 %
Revenue growth	23.9 %	6.3 %	8.4 %	1.3 %	20.5 %	27.9 %	7.5 %	3.6 %	(2.0)%	23.9 %	20.5 %	8.4 %	9.2 %
Non-interest expense growth	(0.1)%	(2.2)%	5.1 %	12.4 %	14.1 %	9.9 %	7.4 %	4.1 %	(3.5)%	(0.1)%	14.1 %	7.1 %	4.4 %
Cash non-interest expense growth	0.0 %	(2.0)%	5.1 %	12.3 %	14.1 %	9.9 %	7.5 %	4.3 %	(3.5)%	0.0 %	14.1 %	7.1 %	4.5 %

**U.S. Segment Information (Canadian GAAP / \$CAD equivalent)**

Net interest income	347	352	380	425	425	365	285	247	213	347	425	1,582	1,110
Non-interest revenue	333	319	287	265	367	313	293	287	289	333	367	1,238	1,182
Total revenues	680	671	667	690	792	678	578	534	502	680	792	2,820	2,292
Provision for credit losses	190	260	243	245	317	269	452	73	148	190	317	1,065	942
Net interest income and non-interest revenue	490	411	424	445	475	409	126	461	354	490	475	1,755	1,350
Non-interest expense	452	485	471	520	513	469	433	397	414	452	513	1,989	1,713
Restructuring charge (reversal)	-	-	-	-	-	(3)	-	-	-	-	-	-	(3)
Total non-interest expense	452	485	471	520	513	466	433	397	414	452	513	1,989	1,710
Income before taxes and non-controlling interest in subsidiaries	38	(74)	(47)	(75)	(38)	(57)	(307)	64	(60)	38	(38)	(234)	(360)
Provision for income taxes	1	(33)	(26)	(30)	(56)	(32)	(116)	1	(48)	1	(56)	(145)	(195)
Non-controlling interest in subsidiaries	5	4	6	5	6	5	5	4	5	5	6	21	19
Net income	32	(45)	(27)	(50)	12	(30)	(196)	59	(17)	32	12	(110)	(184)
Cash net income	37	(39)	(18)	(42)	19	(22)	(188)	66	(11)	37	19	(80)	(155)
Operating leverage	(2.3)%	(5.0)%	6.6 %	(1.5)%	33.9 %	1.3 %	34.7 %	27.8 %	598.9 %	(2.3)%	33.9 %	6.7 %	48.3 %
Cash operating leverage	(0.7)%	(5.7)%	6.3 %	1.3 %	30.9 %	1.6 %	34.7 %	27.7 %	598.9 %	(0.7)%	30.9 %	6.4 %	48.4 %
Revenue growth	(14.2)%	(1.1)%	15.6 %	29.0 %	57.9 %	13.9 %	42.0 %	22.2 %	598.0 %	(14.2)%	57.9 %	23.0 %	51.6 %
Non-interest expense growth	(11.9)%	3.9 %	9.0 %	30.5 %	24.0 %	12.6 %	7.3 %	(5.6)%	(0.9)%	(11.9)%	24.0 %	16.3 %	3.3 %
Cash non-interest expense growth	(13.5)%	4.6 %	9.3 %	27.7 %	27.0 %	12.3 %	7.3 %	(5.5)%	(0.9)%	(13.5)%	27.0 %	16.6 %	3.2 %
Average assets	110,612	121,983	130,315	158,681	159,460	134,035	131,972	128,427	122,587	110,612	159,460	142,478	129,260
Average earning assets	91,840	101,592	107,364	123,830	120,834	104,929	97,097	99,148	100,408	91,840	120,834	113,319	100,402
Average loans and acceptances	35,039	37,697	41,002	48,887	51,880	46,359	41,522	40,746	39,733	35,039	51,880	44,834	42,097
Average deposits	54,995	62,373	61,723	75,676	78,845	64,247	59,526	60,498	60,009	54,995	78,845	69,605	61,073
Net interest margin on average earning assets	1.50%	1.38%	1.40%	1.41%	1.40%	1.39%	1.16%	1.01%	0.85%	1.50%	1.40%	1.40%	1.11%

**\$USD Equivalent (Canadian GAAP)**

Net interest income	328	325	342	343	346	329	280	245	214	328	346	1,356	1,068
Non-interest revenue	313	295	258	212	300	273	290	283	290	313	300	1,065	1,136
Total revenues	641	620	600	555	646	602	570	528	504	641	646	2,421	2,204
Provision for credit losses	180	240	220	199	260	240	443	72	147	180	260	919	902
Net interest income and non-interest revenue	461	380	380	356	386	362	127	456	357	461	386	1,502	1,302
Non-interest expense	427	448	424	418	418	421	427	396	414	427	418	1,708	1,658
Restructuring charge (reversal)	-	-	-	-	-	(2)	-	-	-	-	-	-	(2)
Total non-interest expense	427	448	424	418	418	419	427	396	414	427	418	1,708	1,656
Income before taxes and non-controlling interest in subsidiaries	34	(68)	(44)	(62)	(32)	(57)	(300)	60	(57)	34	(32)	(206)	(354)
Provision for income taxes	-	(30)	(25)	(24)	(46)	(28)	(114)	(2)	(45)	-	(46)	(125)	(189)
Non-controlling interest in subsidiaries	5	4	5	4	5	4	5	4	5	5	5	18	18
Net income	29	(42)	(24)	(42)	9	(33)	(191)	58	(17)	29	9	(99)	(183)
Cash net income	33	(35)	(18)	(35)	15	(25)	(183)	65	(10)	33	15	(73)	(153)
Average assets	104,473	112,646	117,368	127,687	129,989	120,719	130,414	127,547	122,796	104,473	129,989	121,875	125,357
Average earning assets	86,741	93,809	96,691	99,661	98,493	94,502	95,966	98,487	100,585	86,741	98,493	97,143	97,379
Average loans and acceptances	33,098	34,816	36,932	39,347	42,278	41,700	41,024	40,479	39,799	33,098	42,278	38,336	40,752
Average deposits	51,940	57,602	55,676	60,848	64,257	57,748	58,806	60,099	60,116	51,940	64,257	59,585	59,187

**NET INCOME BY OPERATING GROUP  
AND GEOGRAPHIC AREA**


	2010	2009	2009	2009	2009	2008	2008	2008	2008	YTD	YTD	Fiscal	Fiscal
(\$ millions except as noted)	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2010	2009	2009	2008
<b>Personal &amp; Commercial Banking</b>													
Canada	401	398	362	340	315	297	297	299	260	401	315	1,415	1,153
United States	19	23	24	22	34	12	28	30	26	19	34	103	96
Other	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>420</b>	<b>421</b>	<b>386</b>	<b>362</b>	<b>349</b>	<b>309</b>	<b>325</b>	<b>329</b>	<b>286</b>	<b>420</b>	<b>349</b>	<b>1,518</b>	<b>1,249</b>
<b>Private Client Group</b>													
Canada	72	67	48	38	44	70	85	78	72	72	44	197	305
United States	5	2	1	-	(9)	(19)	3	4	2	5	(9)	(6)	(10)
Other	36	37	64	34	33	26	31	33	41	36	33	168	131
<b>Total</b>	<b>113</b>	<b>106</b>	<b>113</b>	<b>72</b>	<b>68</b>	<b>77</b>	<b>119</b>	<b>115</b>	<b>115</b>	<b>113</b>	<b>68</b>	<b>359</b>	<b>426</b>
<b>BMO Capital Markets</b>													
Canada	128	169	155	81	(37)	128	218	127	(49)	128	(37)	368	424
United States	88	75	100	131	241	114	59	64	55	88	241	547	292
Other	32	44	89	35	(27)	49	(13)	(3)	(35)	32	(27)	141	(2)
<b>Total</b>	<b>248</b>	<b>288</b>	<b>344</b>	<b>247</b>	<b>177</b>	<b>291</b>	<b>264</b>	<b>188</b>	<b>(29)</b>	<b>248</b>	<b>177</b>	<b>1,056</b>	<b>714</b>
<b>Corporate Services, including Technology and Operations</b>													
Canada	(39)	(22)	(125)	(133)	(139)	34	90	33	(31)	(39)	(139)	(419)	126
United States	(80)	(145)	(152)	(203)	(254)	(137)	(286)	(39)	(100)	(80)	(254)	(754)	(562)
Other	(5)	(1)	(9)	13	24	(14)	9	16	14	(5)	24	27	25
<b>Total</b>	<b>(124)</b>	<b>(168)</b>	<b>(286)</b>	<b>(323)</b>	<b>(369)</b>	<b>(117)</b>	<b>(187)</b>	<b>10</b>	<b>(117)</b>	<b>(124)</b>	<b>(369)</b>	<b>(1,146)</b>	<b>(411)</b>
<b>Total Consolidated</b>													
Canada	562	612	440	326	183	529	690	537	252	562	183	1,561	2,008
United States	32	(45)	(27)	(50)	12	(30)	(196)	59	(17)	32	12	(110)	(184)
Other	63	80	144	82	30	61	27	46	20	63	30	336	154
<b>Total</b>	<b>657</b>	<b>647</b>	<b>557</b>	<b>358</b>	<b>225</b>	<b>560</b>	<b>521</b>	<b>642</b>	<b>255</b>	<b>657</b>	<b>225</b>	<b>1,787</b>	<b>1,978</b>
U.S. to North America net income	5.4 %	(8.0)%	(6.4)%	(18.2)%	6.1 %	(6.1)%	(39.6)%	9.9 %	(7.4)%	5.4 %	6.1 %	(7.6)%	(10.1)%
Outside Canada to total net income	14.6 %	5.4 %	21.1 %	8.9 %	18.5 %	5.3 %	(32.3)%	16.4 %	0.9 %	14.6 %	18.5 %	12.7 %	(1.6)%
U.S. to total net income	4.9 %	(7.0)%	(4.7)%	(14.0)%	5.3 %	(5.5)%	(37.5)%	9.2 %	(6.8)%	4.9 %	5.3 %	(6.1)%	(9.3)%

**Net Income by Operating Group**
**Basis of Presentation**

The results of these operating groups are based on our internal financial reporting systems. The accounting policies used in these groups are generally consistent with those followed in the preparation of the consolidated financial statements as disclosed in Note 1 to the unaudited interim consolidated financial statements for the quarter ended January 31, 2010.

Notable accounting measurement differences are the taxable equivalent basis adjustment and the provision for credit losses, as described below.

**Taxable Equivalent Basis**

We analyze net interest income on a taxable equivalent basis ("teb") at the operating group level. This basis includes an adjustment which increases GAAP revenues and the GAAP provision for income taxes by an amount that would raise revenues on certain tax-exempt securities to a level that would incur tax at the statutory rate. The operating groups' teb adjustments are eliminated in Corporate Services.

**Provisions for Credit Losses**

Provisions for credit losses are generally allocated to each group based on expected losses for that group over an economic cycle. Differences between expected loss provisions and provisions required under GAAP are included in Corporate Services.

**Inter-Group Allocations**

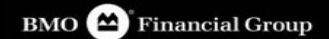
Various estimates and allocation methodologies are used in the preparation of the operating groups' financial information. We allocate expenses directly related to earning revenue to the groups that earned the related revenue. Expenses not directly related to earning revenue, such as overhead expenses, are allocated to operating groups using allocation formulas applied on a consistent basis. Operating group net interest income reflects internal funding charges and credits on the groups' assets, liabilities and capital, at market rates, taking into account relevant terms and currency considerations. The offset of the net impact of these charges and credits is reflected in Corporate Services.

**Geographic Information**

We operate primarily in Canada and the United States but also have operations in the United Kingdom, Europe, the Caribbean and Asia, which are grouped in Other countries. We allocate our results by geographic region based on the location of the unit responsible for managing the related assets, liabilities, revenues and expenses, except for the consolidated provision for credit losses, which is allocated based upon the country of ultimate risk.

Prior periods have been restated to give effect to the current period's organization structure and presentation changes.

**TOTAL PERSONAL & COMMERCIAL BANKING  
SUMMARY INCOME**



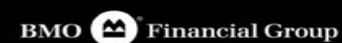
**STATEMENT AND HIGHLIGHTS**

(\$ millions except as noted)

	2010	2009	2009	2009	2009	2008	2008	2008	2008		YTD	YTD	Fiscal	Fiscal
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1		2010	2009	2009	2008
Net interest income (teb)	1,219	1,201	1,185	1,154	1,163	1,098	1,065	1,012	1,001		1,219	1,163	4,703	4,176
Non-interest revenue	448	452	449	419	397	417	408	415	368		448	397	1,717	1,608
Total revenues (teb)	1,667	1,653	1,634	1,573	1,560	1,515	1,473	1,427	1,369		1,667	1,560	6,420	5,784
Provision for credit losses	139	117	114	111	113	101	99	92	92		139	113	455	384
Net interest and non-interest revenue (teb)	1,528	1,536	1,520	1,462	1,447	1,414	1,374	1,335	1,277		1,528	1,447	5,965	5,400
Non-interest expense	921	925	953	931	934	956	890	843	846		921	934	3,743	3,535
Income before taxes and non-controlling interest in subsidiaries	607	611	567	531	513	458	484	492	431		607	513	2,222	1,865
Provision for income taxes (teb)	187	190	181	169	164	149	159	163	145		187	164	704	616
Net income	420	421	386	362	349	309	325	329	286		420	349	1,518	1,249
Cash net income	425	427	395	371	356	318	333	336	293		425	356	1,549	1,280
Net economic profit	261	267	227	197	178	154	174	190	158		261	178	869	676
Cash return on equity	28.5 %	28.2 %	25.6 %	23.4 %	21.7 %	21.2 %	22.9 %	25.3 %	24.0 %		28.5 %	21.7 %	24.7 %	23.3 %
Net interest margin on average assets (teb)	2.88 %	2.84 %	2.79 %	2.74 %	2.66 %	2.59 %	2.59 %	2.61 %	2.57 %		2.88 %	2.66 %	2.75 %	2.59 %
Net interest margin on average earning assets (teb)	3.00 %	2.96 %	2.91 %	2.86 %	2.77 %	2.69 %	2.70 %	2.71 %	2.67 %		3.00 %	2.77 %	2.87 %	2.69 %
Non-interest expense-to-revenue ratio (teb)	55.3 %	56.0 %	58.3 %	59.2 %	59.9 %	63.1 %	60.4 %	59.1 %	61.8 %		55.3 %	59.9 %	58.3 %	61.1 %
Cash non-interest expense-to-revenue ratio (teb)	54.9 %	55.5 %	57.7 %	58.5 %	59.3 %	62.5 %	59.7 %	58.5 %	61.2 %		54.9 %	59.3 %	57.7 %	60.5 %
Operating leverage	8.2 %	12.4 %	3.8 %	(0.2)%	3.6 %	0.5 %	(5.5)%	0.0 %	(6.1)%		8.2 %	3.6 %	5.1 %	(2.9)%
Cash operating leverage	7.9 %	12.2 %	3.8 %	0.0 %	3.6 %	0.5 %	(5.7)%	(0.4)%	(6.3)%		7.9 %	3.6 %	5.1 %	(3.1)%
Revenue growth	6.8 %	9.1 %	10.9 %	10.2 %	14.0 %	16.1 %	2.8 %	3.8 %	0.1 %		6.8 %	14.0 %	11.0 %	5.6 %
Non-interest expense growth	(1.4)%	(3.3)%	7.1 %	10.4 %	10.4 %	15.6 %	8.3 %	3.8 %	6.2 %		(1.4)%	10.4 %	5.9 %	8.5 %
Cash non-interest expense growth	(1.1)%	(3.1)%	7.1 %	10.2 %	10.4 %	15.6 %	8.5 %	4.2 %	6.4 %		(1.1)%	10.4 %	5.9 %	8.7 %
Average common equity	5,757	5,850	5,938	6,303	6,294	5,718	5,566	5,196	4,687		5,757	6,294	6,095	5,292
Average assets	167,743	167,916	168,843	172,931	173,735	168,952	163,481	157,996	154,803		167,743	173,735	170,839	161,326
Average earning assets	161,224	161,028	161,646	165,375	166,325	162,258	157,085	151,934	148,967		161,224	166,325	163,579	155,078
Average current loans	156,070	156,000	156,400	159,818	160,987	157,579	152,938	148,200	145,574		156,070	160,987	158,289	151,089
Average current loans and acceptances	159,199	159,360	159,601	162,612	163,400	160,060	155,461	150,621	147,801		159,199	163,400	161,232	153,502
Average deposits	120,671	120,184	120,377	121,710	117,509	109,908	106,146	102,846	102,595		120,671	117,509	119,930	105,387
Assets under administration	34,237	35,544	36,073	38,695	39,929	37,122	30,059	28,730	30,304		34,237	39,929	35,544	37,122
Number of full-time equivalent employees	19,415	19,651	19,845	20,190	20,588	20,641	20,902	20,863	20,424		19,415	20,588	19,651	20,641



**P&C CANADA**  
**SUMMARY INCOME**  
**STATEMENT AND HIGHLIGHTS**



	2010	2009	2009	2009	2009	2008	2008	2008	2008	2008	YTD	YTD	Fiscal	Fiscal
(\$ millions except as noted)	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q1	2010	2009	2009	2008
Net interest income (teb)	1,019	992	975	921	923	886	868	840	834		1,019	923	3,811	3,428
Non-interest revenue	392	391	387	360	338	359	357	330	320		392	338	1,476	1,366
Total revenues (teb)	1,411	1,383	1,362	1,281	1,261	1,245	1,225	1,170	1,154		1,411	1,261	5,287	4,794
Provision for credit losses	120	102	97	93	95	89	87	82	83		120	95	387	341
Net interest and non-interest revenue (teb)	1,291	1,281	1,265	1,188	1,166	1,156	1,138	1,088	1,071		1,291	1,166	4,900	4,453
Non-interest expense	709	706	735	692	704	713	696	643	681		709	704	2,837	2,733
Income before taxes and non-controlling interest in subsidiaries	582	575	530	496	462	443	442	445	390		582	462	2,063	1,720
Provision for income taxes (teb)	179	177	168	156	147	146	145	146	130		179	147	648	567
Net income	403	398	362	340	315	297	297	299	260		403	315	1,415	1,153
Cash net income	404	398	365	341	315	298	297	301	260		404	315	1,419	1,156
Net interest margin on average assets (teb)	2.86 %	2.80 %	2.77 %	2.71 %	2.62 %	2.54 %	2.54 %	2.58 %	2.54 %		2.86 %	2.62 %	2.72 %	2.55 %
Net interest margin on average earning assets (teb)	2.95 %	2.90 %	2.87 %	2.81 %	2.71 %	2.63 %	2.62 %	2.66 %	2.62 %		2.95 %	2.71 %	2.82 %	2.63 %
Non-interest expense-to-revenue ratio (teb)	50.3 %	51.1 %	53.9 %	54.1 %	55.8 %	57.4 %	56.8 %	55.0 %	59.0 %		50.3 %	55.8 %	53.7 %	57.0 %
Cash non-interest expense-to-revenue ratio (teb)	50.2 %	51.0 %	53.8 %	54.0 %	55.8 %	57.3 %	56.7 %	54.9 %	58.9 %		50.2 %	55.8 %	53.6 %	57.0 %
Operating leverage	11.1 %	12.1 %	5.7 %	1.9 %	5.9 %	7.6 %	(6.3)%	0.5 %	(8.0)%		11.1 %	5.9 %	6.5 %	(1.8)%
Cash operating leverage	11.1 %	12.2 %	5.7 %	1.9 %	5.9 %	7.4 %	(6.5)%	0.2 %	(8.2)%		11.1 %	5.9 %	6.6 %	(2.0)%
Revenue growth	11.8 %	11.1 %	11.3 %	9.4 %	9.3 %	14.6 %	1.4 %	2.8 %	1.3 %		11.8 %	9.3 %	10.3 %	4.8 %
Non-interest expense growth	0.7 %	(1.0)%	5.6 %	7.5 %	3.4 %	7.0 %	7.7 %	2.3 %	9.3 %		0.7 %	3.4 %	3.8 %	6.6 %
Cash non-interest expense growth	0.7 %	(1.1)%	5.6 %	7.5 %	3.4 %	7.2 %	7.9 %	2.6 %	9.5 %		0.7 %	3.4 %	3.7 %	6.8 %
Average assets	141,347	140,456	139,762	139,570	139,982	138,514	135,943	132,515	130,597		141,347	139,982	139,945	134,402
Average earning assets	136,881	135,685	134,757	134,421	135,058	134,144	131,622	128,314	126,541		136,881	135,058	134,985	130,165
Average current loans	135,569	134,421	133,469	133,207	133,913	133,026	130,578	127,378	125,709		135,569	133,913	133,757	129,183
Average current loans and acceptances	138,697	137,778	136,668	136,000	136,325	135,501	133,096	129,795	127,932		138,697	136,325	136,698	131,591
Average deposits	98,534	98,011	96,961	95,718	93,115	88,797	86,262	84,374	85,019		98,534	93,115	95,953	86,122
Assets under administration	23,422	24,513	24,961	26,694	27,212	23,502	18,470	16,543	14,330		23,422	27,212	24,513	23,502
Number of full-time equivalent employees	15,724	15,949	16,062	16,317	16,635	16,493	16,723	16,672	16,822		15,724	16,635	15,949	16,493

Effective Q3, 2009, includes the results of our Term Deposits business. Prior periods have been restated to reflect this reclassification.

P&C Canada's operating results include a portion of our US geographic operations which is reported in Net Income by Operating Group and Geographic Area (page 5) and Note 14, Operating and Geographic Segmentation in our Interim Consolidated Financial Statements.

**P&C U.S.**  
**SUMMARY INCOME**  
**STATEMENT AND HIGHLIGHTS**



(\$ millions except as noted)

	2010	2009	2009	2009	2009	2008	2008	2008	2008	YTD	YTD	Fiscal	Fiscal
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2010	2009	2009	2008
Net interest income (teb)	200	209	210	233	240	212	197	172	167	200	240	892	748
Non-interest revenue	56	61	62	59	59	58	51	85	48	56	59	241	242
Total revenues (teb)	256	270	272	292	299	270	248	257	215	256	299	1,133	990
Provision for credit losses	19	15	17	18	18	12	12	10	9	19	18	68	43
Net interest and non-interest revenue (teb)	237	255	255	274	281	258	236	247	206	237	281	1,065	947
Non-interest expense	212	219	218	239	230	243	194	200	165	212	230	906	802
Income before taxes and non-controlling interest in subsidiaries	25	36	37	35	51	15	42	47	41	25	51	159	145
Provision for income taxes (teb)	8	13	13	13	17	3	14	17	15	8	17	56	49
Net income	17	23	24	22	34	12	28	30	26	17	34	103	96
Cash net income	21	29	30	30	41	20	36	35	33	21	41	130	124
Net interest margin on average assets (teb)	3.01 %	3.01 %	2.89 %	2.83 %	2.83 %	2.77 %	2.88 %	2.72 %	2.75 %	3.01 %	2.83 %	2.89 %	2.78 %
Net interest margin on average earning assets (teb)	3.27 %	3.26 %	3.13 %	3.05 %	3.05 %	3.00 %	3.11 %	2.93 %	2.97 %	3.27 %	3.05 %	3.12 %	3.00 %
Non-interest expense-to-revenue ratio (teb)	82.6 %	80.9 %	80.5 %	81.8 %	76.9 %	89.8 %	78.1 %	77.7 %	77.0 %	82.6 %	76.9 %	80.0 %	81.0 %
Cash non-interest expense-to-revenue ratio (teb)	80.5 %	78.3 %	77.3 %	78.4 %	74.1 %	86.2 %	74.5 %	74.7 %	73.4 %	80.5 %	74.1 %	77.0 %	77.5 %
Operating leverage	(6.4)%	9.9 %	(3.3)%	(5.9)%	0.1 %	(27.7)%	(0.3)%	(0.5)%	(0.7)%	(6.4)%	0.1 %	1.4 %	(6.7)%
Cash operating leverage	(7.3)%	9.2 %	(4.0)%	(5.6)%	(1.3)%	(28.6)%	(0.2)%	(1.4)%	(0.4)%	(7.3)%	(1.3)%	0.8 %	(7.0)%
Revenue growth	(14.4)%	(0.0)%	9.0 %	13.7 %	39.3 %	23.8 %	10.3 %	8.6 %	(5.5)%	(14.4)%	39.3 %	14.3 %	9.1 %
Non-interest expense growth	(8.0)%	(9.9)%	12.3 %	19.6 %	39.2 %	51.5 %	10.6 %	9.1 %	(4.8)%	(8.0)%	39.2 %	12.9 %	15.8 %
Cash non-interest expense growth	(7.1)%	(9.2)%	13.0 %	19.3 %	40.6 %	52.4 %	10.5 %	10.0 %	(5.1)%	(7.1)%	40.6 %	13.5 %	16.1 %
Average assets	26,396	27,460	29,081	33,361	33,753	30,438	27,538	25,481	24,206	26,396	33,753	30,894	26,924
Average earning assets	24,343	25,343	26,889	30,954	31,267	28,114	25,463	23,620	22,426	24,343	31,267	28,594	24,913
Average current loans	20,501	21,579	22,931	26,611	27,074	24,553	22,360	20,822	19,865	20,501	27,074	24,532	21,906
Average current loans and acceptances	20,502	21,582	22,933	26,612	27,075	24,559	22,365	20,826	19,869	20,502	27,075	24,534	21,911
Average deposits	22,137	22,173	23,416	25,992	24,394	21,111	19,884	18,472	17,576	22,137	24,394	23,977	19,265
Assets under administration	10,815	11,031	11,112	12,001	12,717	13,620	11,589	12,187	15,974	10,815	12,717	11,031	13,620
Number of full-time equivalent employees	3,691	3,702	3,783	3,873	3,953	4,148	4,179	4,191	3,602	3,691	3,953	3,702	4,148

**\$USD Equivalent (Canadian GAAP)**

Net interest income (teb)	189	192	190	187	196	191	195	171	167	189	196	765	724
Non-interest revenue	53	57	55	48	48	52	51	84	48	53	48	208	235
Total revenues (teb)	242	249	245	235	244	243	246	255	215	242	244	973	959
Provision for credit losses	18	15	15	14	15	12	11	10	9	18	15	59	42
Net interest and non-interest revenue (teb)	224	234	230	221	229	231	235	245	206	224	229	914	917
Non-interest expense	200	201	197	192	188	217	192	198	166	200	188	778	773
Income before taxes and non-controlling interest in subsidiaries	24	33	33	29	41	14	43	47	40	24	41	136	144
Provision for income taxes (teb)	8	12	11	12	13	3	15	17	14	8	13	48	49
Net income	16	21	22	17	28	11	28	30	26	16	28	88	95
Cash net income	20	27	28	24	33	18	35	35	33	20	33	112	121
Average assets	24,933	25,362	26,196	26,862	27,507	27,405	27,206	25,316	24,246	24,933	27,507	26,479	26,047
Average earning assets	22,994	23,407	24,220	24,924	25,481	25,313	25,156	23,466	22,463	22,994	25,481	24,504	24,103
Average current loans and acceptances	19,366	19,933	20,657	21,427	22,065	22,110	22,096	20,691	19,902	19,366	22,065	21,017	21,203
Average deposits	20,909	20,480	21,093	20,939	19,881	19,014	19,647	18,354	17,605	20,909	19,881	20,596	18,657

**TOTAL PRIVATE CLIENT GROUP  
SUMMARY INCOME  
STATEMENT AND HIGHLIGHTS**

	2010	2009	2009	2009	2009	2008	2008	2008	2008	YTD	YTD	Fiscal	Fiscal
(\$ millions except as noted)	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2010	2009	2009	2008
Net interest income (teb)	87	88	87	86	92	101	97	89	89	87	92	353	376
Non-interest revenue	463	457	434	381	387	405	468	437	460	463	387	1,659	1,770
Total revenues (teb)	550	545	521	467	479	506	565	526	549	550	479	2,012	2,146
Provision for credit losses	2	1	1	2	1	1	1	1	2	2	1	5	4
Net interest and non-interest revenue (teb)	548	544	520	465	478	505	564	525	548	548	478	2,007	2,142
Non-interest expense	398	403	402	370	394	404	403	370	392	398	394	1,569	1,569
Income before taxes and non-controlling interest in subsidiaries	150	141	118	95	84	101	161	155	156	150	84	438	573
Provision for income taxes (teb)	37	35	5	23	16	24	42	40	41	37	16	79	147
Net income	113	106	113	72	68	77	119	115	115	113	68	359	426
PCG excluding Insurance net income	70	64	46	42	36	51	89	86	77	70	36	188	303
Insurance net income	43	42	67	30	32	26	30	29	38	43	32	171	123
Cash net income	115	106	115	73	68	79	119	116	116	115	68	362	430
Net economic profit (loss)	87	72	79	43	38	47	88	86	87	87	38	232	308
Cash return on equity	34.9 %	33.3 %	34.3 %	25.9 %	24.0 %	26.9 %	41.5 %	42.5 %	42.8 %	34.9 %	24.0 %	29.7 %	38.3 %
Net interest margin on average assets (teb)	2.55 %	2.66 %	2.67 %	3.28 %	3.84 %	4.36 %	4.40 %	4.28 %	4.32 %	2.55 %	3.84 %	3.05 %	4.34 %
Net interest margin on average earning assets (teb)	2.81 %	2.91 %	2.93 %	3.61 %	4.22 %	4.79 %	4.85 %	4.73 %	4.75 %	2.81 %	4.22 %	3.34 %	4.78 %
Non-interest expense-to-revenue ratio (teb)	72.3 %	74.1 %	76.9 %	79.6 %	82.1 %	80.0 %	71.4 %	70.4 %	71.2 %	72.3 %	82.1 %	78.0 %	73.1 %
Cash non-interest expense-to-revenue ratio (teb)	72.0 %	74.0 %	76.7 %	79.2 %	82.0 %	79.7 %	71.2 %	70.2 %	71.0 %	72.0 %	82.0 %	77.8 %	72.9 %
Operating leverage	13.7 %	7.8 %	(7.1)%	(11.5)%	(13.3)%	(13.1)%	(3.9)%	(5.7)%	1.2 %	13.7 %	(13.3)%	(6.2)%	(5.5)%
Cash operating leverage	13.9 %	7.6 %	(7.2)%	(11.4)%	(13.4)%	(13.2)%	(4.0)%	(5.8)%	1.1 %	13.9 %	(13.4)%	(6.3)%	(5.5)%
Revenue growth	14.9 %	7.8 %	(7.7)%	(11.3)%	(12.8)%	(4.4)%	4.0 %	(7.4)%	5.0 %	14.9 %	(12.8)%	(6.2)%	(0.8)%
Non-interest expense growth	1.2 %	(0.0)%	(0.6)%	0.2 %	0.5 %	8.7 %	7.9 %	(1.7)%	3.8 %	1.2 %	0.5 %	0.0 %	4.7 %
Cash non-interest expense growth	1.0 %	0.2 %	(0.5)%	0.1 %	0.6 %	8.8 %	8.0 %	(1.6)%	3.9 %	1.0 %	0.6 %	0.1 %	4.7 %
Average common equity	1,290	1,250	1,306	1,135	1,108	1,136	1,129	1,091	1,068	1,290	1,108	1,200	1,106
Average assets	13,593	13,188	12,941	10,672	9,547	9,220	8,698	8,475	8,238	13,593	9,547	11,594	8,658
Average earning assets	12,332	12,048	11,803	9,706	8,682	8,392	7,884	7,655	7,486	12,332	8,682	10,567	7,855
Average current loans	7,378	7,330	7,380	7,508	7,571	7,241	6,715	6,504	6,377	7,378	7,571	7,447	6,710
Average current loans and acceptances	7,384	7,336	7,386	7,515	7,579	7,253	6,733	6,521	6,392	7,384	7,579	7,454	6,726
Average deposits	16,348	15,928	14,653	14,817	13,030	11,938	11,772	11,474	10,346	16,348	13,030	14,605	11,382
Assets under administration	149,318	139,446	136,538	132,320	129,649	131,289	137,702	139,106	136,114	149,318	129,649	139,446	131,289
Assets under management	100,974	99,128	93,520	91,605	93,200	99,428	106,339	106,028	106,932	100,974	93,200	99,128	99,428
Number of full-time equivalent employees	4,675	4,611	4,682	4,730	4,569	4,531	4,514	4,465	4,400	4,675	4,569	4,611	4,531

**U.S. Segment Information (Canadian GAAP / \$CAD equivalent)**

Net interest income (teb)	15	14	16	18	19	17	16	14	15	15	19	67	62
Non-interest revenue	50	51	48	45	30	18	48	44	47	50	30	174	157
Total revenues (teb)	65	65	64	63	49	35	64	58	62	65	49	241	219
Provision for credit losses	1	-	1	-	1	-	1	-	-	1	1	2	1
Net interest and non-interest revenue (teb)	64	65	63	63	48	35	63	58	62	64	48	239	218
Non-interest expense	57	61	62	63	64	66	59	53	59	57	64	250	237
Income before taxes and non-controlling interest in subsidiaries	7	4	1	-	(16)	(31)	4	5	3	7	(16)	(11)	(19)
Provision for income taxes (teb)	2	2	-	-	(7)	(12)	1	1	1	2	(7)	(5)	(9)
Net income	5	2	1	-	(9)	(19)	3	4	2	5	(9)	(6)	(10)
Cash net income	5	3	1	1	(9)	(18)	3	4	3	5	(9)	(4)	(8)
Operating leverage	43.6 %	94.0 %	(5.0)%	(10.2)%	(29.0)%	(43.1)%	2.5 %	4.2 %	7.1 %	43.6 %	(29.0)%	4.8 %	(6.7)%
Cash operating leverage	43.4 %	94.3 %	(5.1)%	(10.0)%	(29.1)%	(43.3)%	2.2 %	4.0 %	6.8 %	43.4 %	(29.1)%	4.8 %	(6.9)%
Revenue growth	32.5 %	86.5 %	0.4 %	7.4 %	(20.8)%	(43.0)%	(4.3)%	(14.5)%	(8.8)%	32.5 %	(20.8)%	10.0 %	(17.1)%
Non-interest expense growth	(11.1)%	(7.5)%	5.4 %	17.6 %	8.2 %	0.1 %	(6.8)%	(18.7)%	(15.9)%	(11.1)%	8.2 %	5.2 %	(10.4)%
Cash non-interest expense growth	(10.9)%	(7.8)%	5.5 %	17.4 %	8.3 %	0.3 %	(6.5)%	(18.5)%	(15.6)%	(10.9)%	8.3 %	5.2 %	(10.2)%
Average assets	2,448	2,545	2,665	3,005	3,035	2,635	2,332	2,315	2,256	2,448	3,035	2,811	2,385
Average earning assets	2,276	2,386	2,503	2,830	2,785	2,456	2,159	2,144	2,091	2,276	2,785	2,624	2,213
Average current loans and acceptances	2,046	2,160	2,311	2,651	2,714	2,428	2,138	2,123	2,069	2,046	2,714	2,458	2,190
Average deposits	1,413	1,333	1,357	1,518	1,360	1,252	1,226	1,182	1,103	1,413	1,360	1,391	1,191
Net interest margin on average earning assets (teb)	2.58%	2.35%	2.58%	2.56%	2.71%	2.68%	2.92%	2.72%	2.93%	2.58%	2.71%	2.55%	2.81%

**USD Equivalent (Canadian GAAP)**

Net interest income (teb)	14	13	14	15	15	15	15	15	15	14	15	57	60
Non-interest revenue	48	47	43	36	25	19	47	44	47	48	25	151	157
Total revenues (teb)	62	60	57	51	40	34	62	59	62	62	40	208	217
Provision for credit losses	1	1	-	1	-	-	1	-	-	1	-	2	1
Net interest and non-interest revenue (teb)	61	59	57	50	40	34	61	59	62	61	40	206	216
Non-interest expense	54	57	56	50	52	60	58	53	59	54	52	215	230
Income before taxes and non-controlling interest in subsidiaries	7	2	1	-	(12)	(26)	3	6	3	7	(12)	(9)	(14)
Provision for income taxes (teb)	2	(1)	1	(1)	(4)	(11)	-	2	1	2	(4)	(5)	(8)
Net income	5	3	-	1	(8)	(15)	3	4	2	5	(8)	(4)	(6)
Cash net income	5	3	1	1	(8)	(15)	3	4	3	5	(8)	(3)	(5)
Average assets	2,312	2,350	2,400	2,419	2,474	2,372	2,304	2,300	2,260	2,312	2,474	2,411	2,309
Average earning assets	2,150	2,203	2,255	2,278	2,270	2,211	2,134	2,130	2,094	2,150	2,270	2,251	2,142
Average current loans and acceptances	1,932	1,995	2,082	2,134	2,212	2,186	2,113	2,109	2,073	1,932	2,212	2,106	2,120
Average deposits	1,334	1,232	1,222	1,223	1,108	1,128	1,212	1,175	1,105	1,334	1,108	1,196	1,155

Effective Q3, 2009, includes the results of our Insurance business. Prior periods have been restated to reflect this reclassification.

**TOTAL BMO CAPITAL MARKETS  
SUMMARY INCOME  
STATEMENT AND HIGHLIGHTS**



	2010	2009	2009	2009	2009	2008	2008	2008	2008	YTD	YTD	Fiscal	Fiscal
(\$ millions except as noted)	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2010	2009	2009	2008
Net interest income (teb)	408	338	440	504	516	362	294	241	310	408	516	1,798	1,207
Non-interest revenue	512	556	593	308	211	360	459	451	(37)	512	211	1,668	1,233
Total revenues (teb)	920	894	1,033	812	727	722	753	692	273	920	727	3,466	2,440
Provision for credit losses	78	41	43	44	42	30	29	29	29	78	42	170	117
Net interest and non-interest revenue (teb)	842	853	990	768	685	692	724	663	244	842	685	3,296	2,323
Non-interest expense	500	434	516	455	475	451	476	440	382	500	475	1,880	1,749
Income before taxes and non-controlling interest in subsidiaries	342	419	474	313	210	241	248	223	(138)	342	210	1,416	574
Provision for income taxes (teb)	94	131	130	66	33	(50)	(16)	35	(109)	94	33	360	(140)
Net income	248	288	344	247	177	291	264	188	(29)	248	177	1,056	714
Cash net income	249	288	345	247	177	291	264	188	(29)	249	177	1,057	714
Net economic profit	102	132	172	63	(12)	123	99	27	(192)	102	(12)	355	57
Cash return on equity	18.4 %	20.1 %	21.8 %	14.6 %	9.8 %	18.8 %	17.2 %	12.4 %	(2.7)%	18.4 %	9.8 %	16.3 %	11.5 %
Net interest margin on average assets (teb)	0.78 %	0.59 %	0.73 %	0.74 %	0.71 %	0.60 %	0.50 %	0.42 %	0.53 %	0.78 %	0.71 %	0.69 %	0.52 %
Net interest margin on average earning assets (teb)	1.01 %	0.81 %	1.02 %	1.09 %	1.07 %	0.83 %	0.69 %	0.56 %	0.66 %	1.01 %	1.07 %	1.00 %	0.69 %
Non-interest expense-to-revenue ratio (teb)	54.4 %	48.6 %	49.9 %	56.1 %	65.3 %	62.4 %	63.3 %	63.6 %	140.1 %	54.4 %	65.3 %	54.2 %	71.7 %
Cash non-interest expense-to-revenue ratio (teb)	54.4 %	48.5 %	49.9 %	56.1 %	65.3 %	62.3 %	63.3 %	63.5 %	140.0 %	54.4 %	65.3 %	54.2 %	71.6 %
Operating leverage	21.2 %	27.4 %	29.1 %	13.7 %	142.4 %	59.1 %	2.7 %	(4.5)%	16.1 %	21.2 %	142.4 %	34.5 %	12.9 %
Cash operating leverage	21.2 %	27.4 %	29.1 %	13.7 %	142.4 %	59.1 %	2.7 %	(4.5)%	16.1 %	21.2 %	142.4 %	34.5 %	12.9 %
Revenue growth	26.6 %	23.7 %	37.4 %	17.2 %	166.8 %	71.8 %	9.0 %	6.4 %	31.6 %	26.6 %	166.8 %	42.0 %	23.9 %
Non-interest expense growth	5.4 %	(3.7)%	8.3 %	3.5 %	24.4 %	12.7 %	6.3 %	10.9 %	15.5 %	5.4 %	24.4 %	7.5 %	11.0 %
Cash non-interest expense growth	5.4 %	(3.7)%	8.3 %	3.5 %	24.4 %	12.7 %	6.3 %	10.9 %	15.5 %	5.4 %	24.4 %	7.5 %	11.0 %
Average common equity	5,104	5,458	5,991	6,555	6,553	5,901	5,839	5,801	5,776	5,104	6,553	6,136	5,830
Average assets	208,299	227,012	240,889	280,582	288,117	239,379	231,264	231,812	232,990	208,299	288,117	258,974	233,872
Average earning assets	160,253	166,151	170,628	190,022	191,035	173,820	169,410	174,743	186,319	160,253	191,035	179,372	176,080
Average current loans	29,111	31,410	33,800	40,628	42,473	36,830	30,682	28,260	28,091	29,111	42,473	37,049	30,980
Average current loans and acceptances	33,491	36,804	40,247	48,217	50,806	44,514	38,424	37,398	37,388	33,491	50,806	43,985	39,442
Average deposits	77,016	81,454	82,131	96,448	104,965	101,017	101,178	107,855	113,927	77,016	104,965	91,207	105,984
Assets under administration	64,884	63,762	75,572	91,319	91,433	90,188	79,172	76,256	67,378	64,884	91,433	63,762	90,188
Assets under management	6,859	6,969	6,979	7,024	7,844	9,294	9,695	10,932	18,720	6,859	7,844	6,969	9,294
Number of full-time equivalent employees	2,314	2,333	2,354	2,304	2,366	2,442	2,428	2,380	2,398	2,314	2,366	2,333	2,442

**U.S. Segment Information (Canadian GAAP / \$CAD equivalent)**

Net interest income (teb)	153	160	192	267	273	141	92	92	69	153	273	892	394
Non-interest revenue	231	208	184	159	323	232	208	157	222	231	323	874	819
Total revenues (teb)	384	368	376	426	596	373	300	249	291	384	596	1,766	1,213
Provision for credit losses	55	26	27	27	26	21	19	19	19	55	26	106	78
Net interest and non-interest revenue (teb)	329	342	349	399	570	352	281	230	272	329	570	1,660	1,135
Non-interest expense	202	223	196	202	238	181	199	153	207	202	238	859	740
Income before taxes and non-controlling interest in subsidiaries	127	119	153	197	332	171	82	77	65	127	332	801	395
Provision for income taxes (teb)	39	44	53	66	91	57	23	13	10	39	91	254	103
Net income	88	75	100	131	241	114	59	64	55	88	241	547	292
Cash net income	89	75	100	132	241	114	59	64	55	89	241	548	292
Operating leverage	(20.3)%	(24.7)%	27.1%	40.2%	89.4%	10.8%	70.9%	50.7%	216.4%	(20.3)%	89.4 %	29.7 %	138.6 %
Cash operating leverage	(20.3)%	(24.8)%	27.1%	40.1%	89.4%	10.8%	70.9%	50.7%	216.5%	(20.3)%	89.4 %	29.7 %	138.6 %
Revenue growth	(35.5)%	(1.4)%	25.1%	72.8%	104.0%	6.2%	86.6%	40.4%	248.9%	(35.5)%	104.0 %	45.7 %	146.1 %
Non-interest expense growth	(15.2)%	23.3%	(2.0)%	32.6%	14.6%	(4.6)%	15.7%	(10.3)%	32.5%	(15.2)%	14.6 %	16.0 %	7.5 %
Cash non-interest expense growth	(15.2)%	23.4%	(2.0)%	32.7%	14.6%	(4.6)%	15.7%	(10.3)%	32.4%	(15.2)%	14.6 %	16.0 %	7.5 %
Average assets	71,669	82,642	90,069	113,780	119,359	97,608	99,388	97,920	93,318	71,669	119,359	101,361	97,054
Average earning assets	56,752	66,062	70,839	82,184	84,515	72,221	67,746	71,727	74,268	56,752	84,515	75,848	71,489
Average current loans and acceptances	12,388	13,885	15,684	19,576	22,039	19,324	16,976	17,746	17,757	12,388	22,039	17,781	17,952
Average deposits	28,501	35,829	33,870	44,678	48,954	38,849	35,548	37,796	37,758	28,501	48,954	40,801	37,486
Net interest margin on average earning assets (teb)	1.07%	0.96%	1.07%	1.34%	1.28%	0.78%	0.54%	0.52%	0.37%	1.07%	1.28%	1.18%	0.55%

**\$USD Equivalent (Canadian GAAP)**

Net interest income (teb)	145	148	172	216	222	127	91	90	70	145	222	758	378
Non-interest revenue	217	193	163	128	263	207	205	154	223	217	263	747	789
Total revenues (teb)	362	341	335	344	485	334	296	244	293	362	485	1,505	1,167
Provision for credit losses	52	25	24	22	21	19	19	19	19	52	21	92	76
Net interest and non-interest revenue (teb)	310	316	311	322	464	315	277	225	274	310	464	1,413	1,091
Non-interest expense	190	206	176	162	194	165	197	150	209	190	194	738	721
Income before taxes and non-controlling interest in subsidiaries	120	110	135	160	270	150	80	75	65	120	270	675	370
Provision for income taxes (teb)	37	41	46	55	73	51	22	13	10	37	73	215	96
Net income	83	69	89	105	197	99	58	62	55	83	197	460	274
Cash net income	83	70	89	105	197	99	59	62	55	83	197	461	275
Average assets	67,694	76,309	81,101	91,520	97,304	87,971	98,222	97,238	93,478	67,694	97,304	86,518	94,211
Average earning assets	53,602	60,993	63,775	66,121	68,889	65,069	66,968	71,244	74,402	53,602	68,889	64,935	69,411
Average current loans and acceptances	11,702	12,824	14,126	15,747	17,959	17,361	16,772	17,629	17,787	11,702	17,959	15,160	17,386
Average deposits	26,915	33,086	30,586	35,877	39,896	34,882	35,113	37,542	37,829	26,915	39,896	34,853	36,335

**TOTAL CORPORATE SERVICES, INCLUDING TECHNOLOGY AND OPERATIONS**

**SUMMARY INCOME**

**STATEMENT AND HIGHLIGHTS**

(\$ millions except as noted)

	2010	2009	2009	2009	2009	2008	2008	2008	2008	YTD	YTD	Fiscal	Fiscal
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2010	2009	2009	2008
Net interest income (teb) before Group teb offset	(134)	(141)	(201)	(360)	(393)	(98)	(122)	(128)	(144)	(134)	(393)	(1,095)	(492)
Group teb offset (1)	(48)	(44)	(45)	(49)	(51)	(54)	(52)	(43)	(46)	(48)	(51)	(189)	(195)
Net interest income	(182)	(185)	(246)	(409)	(444)	(152)	(174)	(171)	(190)	(182)	(444)	(1,284)	(687)
Non-interest revenue	70	82	36	212	120	222	129	146	25	70	120	450	522
Total revenues	(112)	(103)	(210)	(197)	(324)	70	(45)	(25)	(165)	(112)	(324)	(834)	(165)
Provision for credit losses	114	227	259	215	272	333	355	29	108	114	272	973	825
Net interest and non-interest revenue	(226)	(330)	(469)	(412)	(596)	(263)	(400)	(54)	(273)	(226)	(596)	(1,807)	(990)
Non-interest expense	20	17	12	132	38	15	13	27	(6)	20	38	199	49
Restructuring charge (reversal)	-	-	(10)	-	-	(8)	-	-	-	-	-	(10)	(8)
Total non-interest expense	20	17	2	132	38	7	13	27	(6)	20	38	189	41
Income before taxes and non-controlling interest in subsidiaries	(246)	(347)	(471)	(544)	(634)	(270)	(413)	(81)	(267)	(246)	(634)	(1,996)	(1,031)
Provision for income taxes (teb) before Group teb offset	(93)	(154)	(159)	(191)	(233)	(118)	(192)	(67)	(122)	(93)	(233)	(737)	(499)
Group teb offset (1)	(48)	(44)	(45)	(49)	(51)	(54)	(52)	(43)	(46)	(48)	(51)	(189)	(195)
Provision for income taxes	(141)	(198)	(204)	(240)	(284)	(172)	(244)	(110)	(168)	(141)	(284)	(926)	(694)
Non-controlling interest in subsidiaries	19	19	19	19	19	19	18	19	18	19	19	76	74
Net income	(124)	(168)	(286)	(323)	(369)	(117)	(187)	10	(117)	(124)	(369)	(1,146)	(411)
Cash net income	(125)	(166)	(289)	(323)	(368)	(118)	(186)	10	(117)	(125)	(368)	(1,146)	(411)
Average common equity	5,152	4,729	3,934	2,785	2,266	2,398	2,250	2,186	2,695	5,152	2,266	3,434	2,384
Average assets	4,085	664	(156)	(3,575)	(8,396)	(8,492)	(7,570)	(4,214)	(4,672)	4,085	(8,396)	(2,859)	(6,247)
Average earning assets	(4,961)	(7,832)	(9,183)	(12,183)	(17,500)	(15,783)	(12,332)	(10,727)	(9,968)	(4,961)	(17,500)	(11,670)	(12,210)
Average current loans	(32,759)	(30,937)	(31,434)	(31,962)	(31,984)	(27,302)	(25,228)	(23,687)	(23,116)	(32,759)	(31,984)	(31,577)	(24,840)
Average current loans and acceptances	(32,760)	(30,937)	(31,434)	(31,962)	(31,983)	(27,302)	(25,228)	(23,686)	(23,115)	(32,760)	(31,983)	(31,577)	(24,840)
Average deposits	20,982	22,997	26,295	28,205	29,836	27,790	29,439	22,475	22,168	20,982	29,836	26,822	25,486
Number of full-time equivalent employees	9,769	9,578	9,713	9,700	9,700	9,459	9,521	9,193	9,033	9,769	9,700	9,578	9,459

**U.S. Segment Information (Canadian GAAP / SCAD equivalent)**

Net interest income (teb) before Group teb offset	(15)	(24)	(30)	(83)	(94)	7	(9)	(19)	(26)	(15)	(94)	(231)	(47)
Group teb offset (1)	(7)	(7)	(8)	(10)	(13)	(12)	(11)	(12)	(12)	(7)	(13)	(38)	(47)
Net interest income	(22)	(31)	(38)	(93)	(107)	(5)	(20)	(31)	(38)	(22)	(107)	(269)	(94)
Non-interest revenue	(14)	(1)	(7)	2	(45)	5	(14)	1	(28)	(14)	(45)	(51)	(36)
Total revenues	(36)	(32)	(45)	(91)	(152)	-	(34)	(30)	(66)	(36)	(152)	(320)	(130)
Provision for credit losses	112	219	198	200	272	236	420	44	120	112	272	889	820
Net interest and non-interest revenue	(148)	(251)	(243)	(291)	(424)	(236)	(454)	(74)	(186)	(148)	(424)	(1,209)	(950)
Non-interest expense	(22)	(18)	(5)	16	(19)	(21)	(19)	(9)	(17)	(22)	(19)	(26)	(66)
Restructuring charge (reversal)	-	-	-	-	-	(3)	-	-	-	-	-	-	(3)
Total non-interest expense	(22)	(18)	(5)	16	(19)	(24)	(19)	(9)	(17)	(22)	(19)	(26)	(69)
Income before taxes and non-controlling interest in subsidiaries	(126)	(233)	(238)	(307)	(405)	(212)	(435)	(65)	(169)	(126)	(405)	(1,183)	(881)
Provision for income taxes (teb) before Group teb offset	(44)	(85)	(84)	(99)	(144)	(68)	(143)	(18)	(62)	(44)	(144)	(412)	(291)
Group teb offset (1)	(7)	(7)	(8)	(10)	(13)	(12)	(11)	(12)	(12)	(7)	(13)	(38)	(47)
Provision for income taxes	(51)	(92)	(92)	(109)	(157)	(80)	(154)	(30)	(74)	(51)	(157)	(450)	(338)
Non-controlling interest in subsidiaries	5	4	6	5	6	5	5	4	5	5	6	21	19
Net income	(80)	(145)	(152)	(203)	(254)	(137)	(286)	(39)	(100)	(80)	(254)	(754)	(562)
Cash net income	(81)	(146)	(149)	(205)	(254)	(138)	(286)	(37)	(102)	(81)	(254)	(754)	(563)
Average assets	10,090	9,336	8,500	8,535	3,313	3,354	2,714	2,711	2,807	10,090	3,313	7,412	2,897
Average earning assets	8,461	7,801	7,133	7,862	2,267	2,138	1,729	1,657	1,623	8,461	2,267	6,253	1,787
Average current loans and acceptances	67	70	74	48	52	48	43	51	38	67	52	61	44
Average deposits	2,944	3,038	3,080	3,488	4,137	3,035	2,868	3,048	3,572	2,944	4,137	3,436	3,131

**USD Equivalent (Canadian GAAP)**

Net interest income (teb) before Group teb offset	(14)	(21)	(27)	(67)	(76)	7	(11)	(19)	(26)	(14)	(76)	(191)	(49)
Group teb offset (1)	(7)	(7)	(7)	(8)	(11)	(11)	(10)	(12)	(12)	(7)	(11)	(33)	(45)
Net interest income	(21)	(28)	(34)	(75)	(87)	(4)	(21)	(31)	(38)	(21)	(87)	(224)	(94)
Non-interest revenue	(14)	(2)	(3)	-	(36)	(5)	(13)	1	(28)	(14)	(36)	(41)	(45)
Total revenues	(35)	(30)	(37)	(75)	(123)	(9)	(34)	(30)	(66)	(35)	(123)	(265)	(139)
Provision for credit losses	107	199	181	162	224	209	412	43	119	107	224	766	783
Net interest and non-interest revenue	(142)	(229)	(218)	(237)	(347)	(218)	(446)	(73)	(185)	(142)	(347)	(1,031)	(922)
Non-interest expense	(20)	(16)	(5)	14	(16)	(21)	(20)	(5)	(20)	(20)	(16)	(23)	(66)
Restructuring charge (reversal)	-	-	-	-	-	(2)	-	-	-	-	-	-	(2)
Total non-interest expense	(20)	(16)	(5)	14	(16)	(23)	(20)	(5)	(20)	(20)	(16)	(23)	(68)
Income before taxes and non-controlling interest in subsidiaries	(122)	(213)	(213)	(251)	(331)	(195)	(426)	(68)	(165)	(122)	(331)	(1,008)	(854)
Provision for income taxes (teb) before Group teb offset	(43)	(75)	(76)	(82)	(117)	(60)	(141)	(22)	(58)	(43)	(117)	(350)	(281)
Group teb offset (1)	(7)	(7)	(7)	(8)	(11)	(11)	(10)	(12)	(12)	(7)	(11)	(33)	(45)
Provision for income taxes	(50)	(82)	(83)	(90)	(128)	(71)	(151)	(34)	(70)	(50)	(128)	(383)	(326)
Non-controlling interest in subsidiaries	5	4	5	4	5	4	5	4	5	5	5	18	18
Net income	(77)	(135)	(135)	(165)	(208)	(128)	(280)	(38)	(100)	(77)	(208)	(643)	(546)
Cash net income	(77)	(135)	(136)	(165)	(207)	(127)	(280)	(36)	(101)	(77)	(207)	(643)	(544)
Average assets	9,526	8,625	7,671	6,886	2,704	2,971	2,682	2,693	2,812	9,526	2,704	6,467	2,790
Average earning assets	7,987	7,206	6,441	6,338	1,853	1,909	1,708	1,647	1,626	7,987	1,853	5,453	1,723
Average current loans and acceptances	64	64	67	39	42	43	43	50	37	64	42	53	43
Average deposits	2,782	2,804	2,775	2,809	3,372	2,724	2,834	3,028	3,577	2,782	3,372	2,940	3,040

(1) The teb adjustment relates to teb revenue in BMO Capital Markets (75%) and Corporate Services (25%) - approximately.

**NON-INTEREST REVENUE AND TRADING REVENUE**

(\$ millions except as noted)

	2010	2009	2009	2009	2009	2008	2008	2008	2008	YTD	YTD	Fiscal	Fiscal
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2010	2009	2009	2008
<b>Non-Interest Revenue</b>													
Securities commissions and fees	263	250	240	235	248	270	294	270	271	263	248	973	1,105
Deposit and payment service charges	200	205	206	204	205	203	190	181	182	200	205	820	756
Trading revenues (losses)	126	163	273	63	224	435	220	192	(301)	126	224	723	546
Lending fees	142	149	140	148	119	120	116	101	92	142	119	556	429
Card fees	35	29	35	33	24	58	88	78	67	35	24	121	291
Investment management and custodial fees	88	87	85	84	88	87	86	85	81	88	88	344	339
Mutual fund revenues	133	128	119	106	114	140	151	144	154	133	114	467	589
Securitization revenues	172	201	202	262	264	167	133	133	80	172	264	929	513
Underwriting and advisory fees	122	116	101	103	77	66	97	98	92	122	77	397	353
Securities gains (losses), other than trading	47	14	(12)	(42)	(314)	(252)	(75)	14	(2)	47	(314)	(354)	(315)
Foreign exchange, other than trading	21	14	1	25	13	(4)	25	30	29	21	13	53	80
Insurance income	82	86	85	64	60	56	60	55	66	82	60	295	237
Other	62	105	37	35	(7)	58	79	68	5	62	(7)	170	210
<b>Total Non-Interest Revenue</b>	<b>1,493</b>	<b>1,547</b>	<b>1,512</b>	<b>1,320</b>	<b>1,115</b>	<b>1,404</b>	<b>1,464</b>	<b>1,449</b>	<b>816</b>	<b>1,493</b>	<b>1,115</b>	<b>5,494</b>	<b>5,133</b>
<b>Non-interest revenue-to-total revenue</b>	<b>49.3 %</b>	<b>51.7 %</b>	<b>50.8 %</b>	<b>49.7 %</b>	<b>45.6 %</b>	<b>49.9 %</b>	<b>53.3 %</b>	<b>55.3 %</b>	<b>40.2 %</b>	<b>49.3 %</b>	<b>45.6 %</b>	<b>49.7 %</b>	<b>50.3 %</b>

**Interest and Non-Interest Trading Revenue**

Interest rates	146	144	288	(41)	76	169	135	107	(235)	146	76	467	176
Foreign exchange	51	65	85	95	117	115	88	87	89	51	117	362	379
Equities	75	81	71	56	143	99	40	22	(51)	75	143	351	110
Commodities	15	11	-	29	39	26	(14)	(18)	(12)	15	39	79	(18)
Other (1)	(14)	(39)	(53)	17	(93)	87	(7)	(22)	(40)	(14)	(93)	(168)	18
<b>Total</b>	<b>273</b>	<b>262</b>	<b>391</b>	<b>156</b>	<b>282</b>	<b>496</b>	<b>242</b>	<b>176</b>	<b>(249)</b>	<b>273</b>	<b>282</b>	<b>1,091</b>	<b>665</b>
Reported as:													
Net interest income	147	99	118	93	58	61	22	(16)	52	147	58	368	119
Non-interest revenue - trading revenues (losses)	126	163	273	63	224	435	220	192	(301)	126	224	723	546
<b>Total</b>	<b>273</b>	<b>262</b>	<b>391</b>	<b>156</b>	<b>282</b>	<b>496</b>	<b>242</b>	<b>176</b>	<b>(249)</b>	<b>273</b>	<b>282</b>	<b>1,091</b>	<b>665</b>

(1) Includes the impact of hedging exposures in our structural balance sheet and securitization-related hedges.

Trading revenues include interest earned on trading securities and other cash instruments held in trading portfolios, less internal and external funding costs associated with trading-related derivatives and cash instruments, and realized and unrealized gains and losses on trading securities, other cash instruments, derivatives and foreign exchange activities.

Interest rates includes Canadian government securities, corporate debt instruments and interest rate derivatives.  
 Foreign exchange includes foreign exchange spot and foreign exchange derivatives contracts from our wholesale banking business.  
 Equities includes institutional equities, equity derivatives and proprietary trading.  
 Other includes managed futures, credit investment management, Harris trading and global distribution loan trading and sales.

**NON-INTEREST EXPENSE**  
(\$ millions except as noted)

**Non-Interest Expense**

	2010	2009	2009	2009	2009	2008	2008	2008	2008	YTD	YTD	Fiscal	Fiscal
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2010	2009	2009	2008
Employee compensation													
Salaries	542	562	570	673	590	576	561	517	495	542	590	2,395	2,149
Performance based compensation	398	340	397	278	323	323	353	308	313	398	323	1,338	1,297
Employee benefits	171	145	155	178	174	108	130	155	137	171	174	652	530
<b>Total employee compensation (1)</b>	<b>1,111</b>	<b>1,047</b>	<b>1,122</b>	<b>1,129</b>	<b>1,087</b>	<b>1,007</b>	<b>1,044</b>	<b>980</b>	<b>945</b>	<b>1,111</b>	<b>1,087</b>	<b>4,385</b>	<b>3,976</b>
Premises and equipment													
Rental of real estate	75	75	76	79	76	72	71	68	68	75	76	306	279
Premises, furniture and fixtures	65	65	65	75	67	68	66	61	60	65	67	272	255
Property taxes	7	7	7	8	8	7	5	10	7	7	8	30	29
Computer and equipment	161	155	165	177	176	191	170	161	156	161	176	673	678
<b>Total premises and equipment</b>	<b>308</b>	<b>302</b>	<b>313</b>	<b>339</b>	<b>327</b>	<b>338</b>	<b>312</b>	<b>300</b>	<b>291</b>	<b>308</b>	<b>327</b>	<b>1,281</b>	<b>1,241</b>
Amortization of intangible assets	50	50	48	54	51	48	45	45	45	50	51	203	183
Other expenses													
Communications	50	58	55	57	51	57	50	53	42	50	51	221	202
Business and capital taxes	11	(3)	19	13	15	11	20	(1)	12	11	15	44	42
Professional fees	77	97	91	82	92	113	102	90	79	77	92	362	384
Travel and business development	72	81	73	73	82	95	87	74	72	72	82	309	328
Other	160	147	162	141	136	157	122	139	128	160	136	586	546
<b>Total other expenses</b>	<b>370</b>	<b>380</b>	<b>400</b>	<b>366</b>	<b>376</b>	<b>433</b>	<b>381</b>	<b>355</b>	<b>333</b>	<b>370</b>	<b>376</b>	<b>1,522</b>	<b>1,502</b>
<b>Non-interest Expense</b>	<b>1,839</b>	<b>1,779</b>	<b>1,883</b>	<b>1,888</b>	<b>1,841</b>	<b>1,826</b>	<b>1,782</b>	<b>1,680</b>	<b>1,614</b>	<b>1,839</b>	<b>1,841</b>	<b>7,391</b>	<b>6,902</b>
Restructuring charge (reversal)	-	-	(10)	-	-	(8)	-	-	-	-	-	(10)	(8)
<b>Total Non-Interest Expense</b>	<b>1,839</b>	<b>1,779</b>	<b>1,873</b>	<b>1,888</b>	<b>1,841</b>	<b>1,818</b>	<b>1,782</b>	<b>1,680</b>	<b>1,614</b>	<b>1,839</b>	<b>1,841</b>	<b>7,381</b>	<b>6,894</b>

(1) Total employee compensation includes \$118 million of severance costs in Q2, 2009.

**BALANCE SHEET**

(\$ millions)

	2010	2009	2009	2009	2009	2008	2008	2008	2008	MIX	INC/(DEC)
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q1	VS LAST YEAR
<b>As At Balances</b>											
Cash and Cash Equivalents	12,341	9,955	10,758	10,247	16,951	9,134	3,244	3,148	3,097	3.1 %	(4,610) (27.2)%
Interest Bearing Deposits with Banks	3,563	3,340	3,809	3,985	9,439	11,971	18,810	19,089	23,025	0.9 %	(5,876) (62.2)%
Securities	119,070	110,813	110,147	107,500	98,458	100,138	88,875	88,670	89,465	29.9 %	20,612 20.9 %
Securities borrowed or purchased under resale agreements	34,498	36,006	45,250	38,521	32,283	28,033	32,433	33,596	42,937	0.0 %	2,215 6.9 %
Loans											
Residential mortgages <sup>(1)</sup>	46,535	45,524	48,760	48,052	50,107	49,343	51,757	52,583	53,224	11.7 %	(3,572) (7.1)%
Non-residential mortgages	6,775	6,727	6,832	7,151	7,343	7,366	7,207	7,162	6,307	1.7 %	(568) (7.7)%
Consumer instalment and other personal	46,813	45,824	44,466	44,316	44,355	43,737	40,292	37,954	34,517	11.7 %	2,458 5.5 %
Credit cards	3,324	2,574	2,383	2,100	2,105	2,120	3,532	4,338	4,685	0.8 %	1,219 57.9 %
Businesses and governments	60,915	61,442	63,873	70,120	77,214	76,785	64,754	60,780	59,898	15.3 %	(16,299) (21.1)%
Customers' liability under acceptances	164,362	162,091	166,314	171,739	181,124	179,351	167,542	162,817	158,631	41.2 %	(16,762) (9.3)%
Allowance for credit losses	7,169	7,640	9,042	9,736	10,716	9,358	9,834	10,345	11,590	1.8 %	(3,547) (33.1)%
Total net loans and acceptances	(1,943)	(1,902)	(1,798)	(1,825)	(1,741)	(1,747)	(1,494)	(1,336)	(1,227)	(0.5)%	(202) (11.6)%
Total net loans and acceptances	169,588	167,829	173,558	179,650	190,099	186,962	175,882	171,826	168,994	42.5 %	(20,511) (10.8)%
Other assets											
Derivative instruments	45,702	47,898	59,580	77,473	81,985	65,586	43,167	44,557	36,857	11.5 %	(36,283) (44.3)%
Premises and equipment	1,628	1,634	1,642	1,684	1,709	1,721	1,582	1,570	1,521	0.4 %	(81) (4.7)%
Goodwill	1,584	1,569	1,551	1,670	1,706	1,635	1,449	1,398	1,189	0.4 %	(122) (7.2)%
Intangible assets	712	660	647	671	676	710	658	662	608	0.2 %	36 5.3 %
Other	9,937	8,754	8,419	10,844	9,868	10,160	8,947	10,642	9,132	11.1 %	69 0.7 %
<b>Total Assets</b>	<b>398,623</b>	<b>388,458</b>	<b>415,361</b>	<b>432,245</b>	<b>443,174</b>	<b>416,050</b>	<b>375,047</b>	<b>375,158</b>	<b>376,825</b>	<b>100.0 %</b>	<b>(44,551) (10.1)%</b>
Deposits											
Banks	22,318	22,973	23,211	27,874	31,422	30,346	29,988	30,938	34,991	5.6 %	(9,104) (29.0)%
Businesses and governments	119,568	113,738	122,269	118,205	133,388	136,111	131,748	122,707	125,312	30.0 %	(13,820) (10.4)%
Individuals	98,413	99,445	99,473	101,090	99,770	91,213	86,921	84,935	82,608	24.7 %	(1,357) (1.4)%
<b>Total deposits</b>	<b>240,299</b>	<b>236,156</b>	<b>244,953</b>	<b>247,169</b>	<b>264,580</b>	<b>257,670</b>	<b>248,657</b>	<b>238,580</b>	<b>242,911</b>	<b>60.3 %</b>	<b>(24,281) (9.2)%</b>
Other liabilities											
Derivative instruments	42,867	44,765	58,570	75,070	77,764	60,048	36,786	40,347	32,776	10.8 %	(34,897) (44.9)%
Acceptances	7,169	7,640	9,042	9,736	10,716	9,358	9,834	10,345	11,590	1.8 %	(3,547) (33.1)%
Securities sold but not yet purchased	15,953	12,064	12,717	14,131	16,327	18,792	17,415	20,053	28,393	4.0 %	(374) (2.3)%
Securities lent or sold under repurchase agreements	50,226	46,312	48,816	46,170	36,012	32,492	28,148	29,894	28,331	12.6 %	14,214 39.5 %
Other	16,592	15,938	16,149	14,708	12,969	14,071	11,650	13,940	12,478	4.2 %	3,623 27.9 %
Subordinated debt	3,742	4,236	4,249	4,379	4,389	4,315	4,204	4,199	3,446	0.9 %	(647) (14.7)%
Capital trust securities	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150	0.3 %	- 0.0 %
Preferred share liability	-	-	-	-	-	250	250	250	250	0.0 %	- 0.0 %
Share capital											
Preferred shares	2,571	2,571	2,571	2,171	1,896	1,746	1,746	1,446	1,196	0.6 %	675 35.6 %
Common shares	6,368	6,198	6,055	5,928	5,780	4,708	4,712	4,668	4,452	1.6 %	588 10.2 %
Contributed surplus	89	79	78	77	76	69	68	67	65	0.0 %	13 16.0 %
Retained earnings	11,981	11,748	11,525	11,391	11,434	11,632	11,471	11,327	11,056	2.9 %	547 4.8 %
Accumulated other comprehensive income (loss)	(384)	(399)	(514)	165	81	(251)	(1,044)	(1,108)	(1,269)	(0.1)%	(465) (575.3)%
<b>Total Liabilities and Shareholders' Equity</b>	<b>398,623</b>	<b>388,458</b>	<b>415,361</b>	<b>432,245</b>	<b>443,174</b>	<b>416,050</b>	<b>375,047</b>	<b>375,158</b>	<b>376,825</b>	<b>100.0 %</b>	<b>(44,551) (10.1)%</b>

(1) Residential mortgages include both consumer and commercial residential mortgages. The latter is included in the commercial mortgages category in the loan schedules by product and industry.



**BALANCE SHEET**

(\$ millions)

	2010	2009	2009	2009	2009	2008	2008	2008	2008	YTD	YTD	INC/
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2010	2009	(DEC)

**Average Daily Balances**

Cash resources	14,167	14,281	12,804	23,379	25,946	19,569	25,802	24,056	28,621	14,167	25,946	(45.4)%
Securities	119,354	109,502	110,770	107,667	103,947	88,746	87,295	91,043	97,205	119,354	103,947	14.8 %
Securities borrowed or purchased under resale agreements	32,347	41,212	42,012	42,269	36,693	43,823	42,293	46,198	49,968	32,347	36,693	(11.8)%
Loans												
Residential mortgages <sup>(1)</sup>	45,951	48,588	48,591	49,329	49,728	52,560	52,756	52,789	52,954	45,951	49,728	(7.6)%
Non-residential mortgages	6,635	6,763	6,826	7,320	7,410	7,334	7,139	6,625	6,187	6,635	7,410	(10.5)%
Consumer instalment and other personal	46,151	45,160	44,146	44,568	44,320	41,992	39,087	37,002	34,141	46,151	44,320	4.1 %
Credit cards	2,896	2,476	2,257	2,017	2,188	3,691	4,500	4,635	4,784	2,896	2,188	32.3 %
Businesses and governments	61,296	63,782	67,203	75,595	77,920	70,779	63,485	59,802	59,653	61,296	77,920	(21.3)%
Customers' liability under acceptances	162,929	166,769	169,023	178,829	181,566	176,356	166,967	160,853	157,719	162,929	181,566	(10.3)%
Allowance for credit losses	7,514	8,760	9,654	10,390	10,753	10,177	10,283	11,577	11,540	7,514	10,753	(30.1)%
Allowance for credit losses	(1,858)	(1,804)	(1,748)	(1,818)	(1,799)	(1,574)	(1,348)	(1,252)	(1,066)	(1,858)	(1,799)	(3.3)%
Total net loans and acceptances	168,585	173,725	176,929	187,401	190,520	184,959	175,902	171,178	168,193	168,585	190,520	(11.5)%
Other assets												
Derivative instruments	44,221	56,384	65,119	81,956	86,956	54,519	51,657	45,672	34,304	44,221	86,956	(49.1)%
Other	15,046	13,676	14,883	17,938	18,941	17,443	12,924	15,922	13,068	15,046	18,941	(20.6)%
Total Assets	393,720	408,780	422,517	460,610	463,003	409,059	395,873	394,069	391,359	393,720	463,003	(15.0)%
Deposits												
Banks	22,472	22,820	26,058	29,994	29,676	31,427	33,267	33,828	39,925	22,472	29,676	(24.3)%
Businesses and governments	114,419	118,905	118,510	130,058	139,877	131,233	129,927	127,887	129,571	114,419	139,877	(18.2)%
Individuals	98,126	98,838	98,888	101,129	95,787	87,994	85,342	82,936	79,541	98,126	95,787	2.4 %
Total deposits	235,017	240,563	243,456	261,181	265,340	250,654	248,536	244,651	249,037	235,017	265,340	(11.4)%
Other liabilities												
Derivative instruments	42,666	55,672	62,912	80,278	83,133	50,365	46,789	41,945	33,907	42,666	83,133	(48.7)%
Other	90,835	87,332	91,387	95,133	91,102	85,542	78,595	86,880	88,147	90,835	91,102	(0.3)%
Subordinated debt	4,178	4,205	4,085	4,065	4,162	4,199	4,196	3,643	3,446	4,178	4,162	0.4 %
Capital trust securities	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150	0.0 %
Preferred share liability	-	-	-	-	65	250	250	250	250	-	65	(100.0)%
Shareholders' equity	19,874	19,858	19,527	18,803	18,051	16,899	16,357	15,550	15,422	19,874	18,051	10.1 %
Total Liabilities and Shareholders' Equity	393,720	408,780	422,517	460,610	463,003	409,059	395,873	394,069	391,359	393,720	463,003	(15.0)%

(1) Residential mortgages include both consumer and commercial residential mortgages. The latter is included in the commercial mortgages category in the loan schedules by product and industry.

**STATEMENT OF CHANGES IN  
SHAREHOLDERS' EQUITY**

(\$ millions)

	2010 Q1	2009 Q4	2009 Q3	2009 Q2	2009 Q1	2008 Q4	2008 Q3	2008 Q2	2008 Q1	YTD 2010	YTD 2009	Fiscal 2009	Fiscal 2008
<b>Preferred Shares</b>													
Balance at beginning of period	2,571	2,571	2,171	1,896	1,746	1,746	1,446	1,196	1,196	2,571	1,746	1,746	1,196
Issued during the period	-	-	400	275	150	-	300	250	-	-	150	825	550
Balance at End of Period	2,571	2,571	2,571	2,171	1,896	1,746	1,746	1,446	1,196	2,571	1,896	2,571	1,746
<b>Common Shares</b>													
Balance at beginning of period	6,198	6,055	5,928	5,818	4,773	4,712	4,668	4,452	4,411	6,198	4,773	4,773	4,411
Issued during the period	-	-	-	-	1,000	-	-	-	-	-	1,000	1,000	-
Issued under the Shareholder Dividend Reinvestment and Share Purchase Plan	126	107	93	103	35	35	32	27	28	126	35	338	122
Issued under the Stock Option Plan	44	36	34	7	10	26	12	9	13	44	10	87	60
Issued on the acquisition of a business	-	-	-	-	-	-	-	180	-	-	-	-	180
Balance at End of Period	6,368	6,198	6,055	5,928	5,818	4,773	4,712	4,668	4,452	6,368	5,818	6,198	4,773
<b>Treasury Shares</b>													
Balance at beginning of period	-	-	-	-	(38)	(65)	-	-	-	-	(38)	-	(65)
Stock option expense/exercised	79	78	77	76	69	68	67	65	58	79	69	69	58
Premium on treasury shares	10	1	1	1	5	1	1	2	7	10	5	8	11
Balance at End of Period	89	79	78	77	76	69	68	67	65	89	76	79	69
<b>Retained Earnings</b>													
Balance at beginning of period	11,748	11,525	11,391	11,434	11,632	11,471	11,327	11,056	11,166	11,748	11,632	11,632	11,166
Net income	657	647	557	358	225	560	521	642	255	657	225	1,787	1,978
Dividends - Preferred shares	(35)	(38)	(33)	(26)	(23)	(25)	(19)	(14)	(15)	(35)	(23)	(120)	(73)
- Common shares	(389)	(386)	(384)	(382)	(378)	(355)	(353)	(352)	(350)	(389)	(378)	(1,530)	(1,410)
Share issue expense	-	-	(6)	(4)	(22)	-	(5)	(5)	-	-	(22)	(32)	(10)
Treasury shares	-	-	-	11	-	(19)	-	-	-	-	-	11	(19)
Balance at End of Period	11,981	11,748	11,525	11,391	11,434	11,632	11,471	11,327	11,056	11,981	11,434	11,748	11,632
<b>Accumulated Other Comprehensive Income (Loss) on Available-for-Sale Securities</b>													
Balance at beginning of period	480	280	173	(8)	(74)	59	110	33	35	480	(74)	(74)	35
Unrealized gains (losses) on available-for-sale securities arising during the period net of income taxes	(21)	213	111	211	(44)	(226)	(89)	60	(25)	(21)	(44)	491	(280)
Reclassification to earnings of (gains) losses in the period net of income taxes	(2)	(13)	(4)	(30)	110	93	38	17	23	(2)	110	63	171
Balance at End of Period	457	480	280	173	(8)	(74)	59	110	33	457	(8)	480	(74)
<b>Accumulated Other Comprehensive Income (Loss) on Cash Flow Hedges</b>													
Balance at beginning of period	14	114	477	450	258	28	(22)	(102)	(166)	14	258	258	(166)
Gains (losses) on cash flow hedges arising during the period net of income taxes	77	(61)	(305)	20	193	222	37	77	27	77	193	(153)	363
Reclassification to earnings of (gains) losses on cash flow hedges net of income taxes	8	(39)	(58)	7	(1)	8	13	3	37	8	(1)	(91)	61
Balance at End of Period	99	14	114	477	450	258	28	(22)	(102)	99	450	14	258
<b>Accumulated Other Comprehensive Loss on Translation of Net Foreign Operations</b>													
Balance at beginning of period	(893)	(908)	(485)	(361)	(435)	(1,131)	(1,196)	(1,200)	(1,402)	(893)	(435)	(435)	(1,402)
Unrealized gain (loss) on translation of net foreign operations	(141)	42	(1,238)	(363)	228	1,926	182	26	592	(141)	228	(1,331)	2,726
Impact of hedging unrealized gain (loss) on translation of net foreign operations net of income taxes	94	(27)	815	239	(154)	(1,230)	(117)	(22)	(390)	94	(154)	873	(1,759)
Balance at End of Period	(940)	(893)	(908)	(485)	(361)	(435)	(1,131)	(1,196)	(1,200)	(940)	(361)	(893)	(435)
<b>Total Accumulated Other Comprehensive Income (Loss)</b>	<b>(384)</b>	<b>(399)</b>	<b>(514)</b>	<b>165</b>	<b>81</b>	<b>(251)</b>	<b>(1,044)</b>	<b>(1,108)</b>	<b>(1,269)</b>	<b>(384)</b>	<b>81</b>	<b>(399)</b>	<b>(251)</b>
<b>Total Shareholders' Equity</b>	<b>20,625</b>	<b>20,197</b>	<b>19,715</b>	<b>19,732</b>	<b>19,267</b>	<b>17,904</b>	<b>16,953</b>	<b>16,400</b>	<b>15,500</b>	<b>20,625</b>	<b>19,267</b>	<b>20,197</b>	<b>17,904</b>

**AVERAGE ASSETS BY OPERATING GROUP AND GEOGRAPHIC AREA**

	2010	2009	2009	2009	2009	2008	2008	2008	2008	YTD	YTD	Fiscal	Fiscal
(\$ millions)	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2010	2009	2009	2008
<b>Personal &amp; Commercial Banking</b>													
Canada	141,338	140,456	139,762	139,570	139,982	138,514	135,943	132,515	130,597	141,338	139,982	139,945	134,402
United States	26,405	27,460	29,081	33,361	33,753	30,438	27,538	25,481	24,206	26,405	33,753	30,894	26,924
Other	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>167,743</b>	<b>167,916</b>	<b>168,843</b>	<b>172,931</b>	<b>173,735</b>	<b>168,952</b>	<b>163,481</b>	<b>157,996</b>	<b>154,803</b>	<b>167,743</b>	<b>173,735</b>	<b>170,839</b>	<b>161,326</b>
<b>Private Client Group</b>													
Canada	10,670	10,199	9,814	7,197	6,081	6,136	5,899	5,682	5,591	10,670	6,081	8,332	5,827
United States	2,448	2,545	2,665	3,005	3,035	2,635	2,332	2,315	2,256	2,448	3,035	2,811	2,385
Other	475	444	462	470	431	449	467	478	391	475	431	451	446
<b>Total</b>	<b>13,593</b>	<b>13,188</b>	<b>12,941</b>	<b>10,672</b>	<b>9,547</b>	<b>9,220</b>	<b>8,698</b>	<b>8,475</b>	<b>8,238</b>	<b>13,593</b>	<b>9,547</b>	<b>11,594</b>	<b>8,658</b>
<b>BMO Capital Markets</b>													
Canada	111,150	117,463	121,978	135,825	139,712	110,971	100,584	102,618	107,579	111,150	139,712	128,687	105,453
United States	71,669	82,642	90,069	113,780	119,359	97,608	99,388	97,920	93,318	71,669	119,359	101,361	97,054
Other	25,480	26,907	28,842	30,977	29,046	30,800	31,292	31,274	32,093	25,480	29,046	28,926	31,365
<b>Total</b>	<b>208,299</b>	<b>227,012</b>	<b>240,889</b>	<b>280,582</b>	<b>288,117</b>	<b>239,379</b>	<b>231,264</b>	<b>231,812</b>	<b>232,990</b>	<b>208,299</b>	<b>288,117</b>	<b>258,974</b>	<b>233,872</b>
<b>Corporate Services, including Technology and Operations</b>													
Canada	(6,032)	(8,699)	(8,679)	(12,136)	(11,807)	(11,885)	(10,322)	(6,958)	(7,541)	(6,032)	(11,807)	(10,315)	(9,187)
United States	10,090	9,336	8,500	8,535	3,313	3,354	2,714	2,711	2,807	10,090	3,313	7,412	2,897
Other	27	27	23	26	98	39	38	33	62	27	98	44	43
<b>Total</b>	<b>4,085</b>	<b>664</b>	<b>(156)</b>	<b>(3,575)</b>	<b>(8,396)</b>	<b>(8,492)</b>	<b>(7,570)</b>	<b>(4,214)</b>	<b>(4,672)</b>	<b>4,085</b>	<b>(8,396)</b>	<b>(2,859)</b>	<b>(6,247)</b>
<b>Total Consolidated</b>													
Canada	257,126	259,419	262,875	270,456	273,968	243,736	232,104	233,857	236,226	257,126	273,968	266,649	236,495
United States	110,612	121,983	130,315	158,681	159,460	134,035	131,972	128,427	122,587	110,612	159,460	142,478	129,260
Other	25,982	27,378	29,327	31,473	29,575	31,288	31,797	31,785	32,546	25,982	29,575	29,421	31,854
<b>Total</b>	<b>393,720</b>	<b>408,780</b>	<b>422,517</b>	<b>460,610</b>	<b>463,003</b>	<b>409,059</b>	<b>395,873</b>	<b>394,069</b>	<b>391,359</b>	<b>393,720</b>	<b>463,003</b>	<b>438,548</b>	<b>397,609</b>

**GOODWILL AND  
INTANGIBLE ASSETS**

(\$ millions)	November 1	Additions/Purchases				Amortization				Other: Includes FX <sup>(1)</sup>				January 31
	2009	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	2010
<b>Intangible Assets</b>														
Customer relationships	63	66	-	-	-	(2)	-	-	-	(13)	-	-	-	114
Core deposit intangibles	62	-	-	-	-	(3)	-	-	-	(1)	-	-	-	58
Branch distribution networks	21	-	-	-	-	(3)	-	-	-	-	-	-	-	18
Purchased software	111	-	-	-	-	(12)	-	-	-	9	-	-	-	108
Developed software	402	-	-	-	-	(30)	-	-	-	39	-	-	-	411
Other	1	-	-	-	-	-	-	-	-	2	-	-	-	3
<b>Total Intangible Assets</b>	<b>660</b>	<b>66</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(50)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>36</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>712</b>

**Goodwill**

Harris Bankcorp, Inc. and subsidiaries	183	-	-	-	-	-	-	-	-	(2)	-	-	-	181
First National Bank of Joliet	109	-	-	-	-	-	-	-	-	(1)	-	-	-	108
Bank of Montreal Securities Canada Limited	129	-	-	-	-	-	-	-	-	-	-	-	-	129
Moneris Solutions Corporation	76	-	-	-	-	-	-	-	-	(2)	-	-	-	74
Guardian Group of Funds Ltd.	187	-	-	-	-	-	-	-	-	-	-	-	-	187
myCFO	30	-	-	-	-	-	-	-	-	-	-	-	-	30
Gerard Klauer Mattison	37	-	-	-	-	-	-	-	-	-	-	-	-	37
Lakeland Community Bank	22	-	-	-	-	-	-	-	-	-	-	-	-	22
New Lenox State Bank	157	-	-	-	-	-	-	-	-	(2)	-	-	-	155
Mercantile Bancorp, Inc.	79	-	-	-	-	-	-	-	-	(1)	-	-	-	78
Villa Park Trust and Savings Bank	42	-	-	-	-	-	-	-	-	(1)	-	-	-	41
First National Bank	161	-	-	-	-	-	-	-	-	(2)	-	-	-	159
bcpbank Canada	11	-	-	-	-	-	-	-	-	-	-	-	-	11
Pyrford International	24	-	-	-	-	-	-	-	-	(1)	-	-	-	23
Merchants & Manufacturers	126	-	-	-	-	-	-	-	-	(1)	-	-	-	125
Ozaukee	137	-	-	-	-	-	-	-	-	(1)	-	-	-	136
GKST	11	-	-	-	-	-	-	-	-	3	-	-	-	14
AIG Life Insurance Company of Canada	1	-	-	-	-	-	-	-	-	-	-	-	-	1
Stoker Ostler Wealth Advisors	13	-	-	-	-	-	-	-	-	3	-	-	-	16
Diners Club	-	11	-	-	-	-	-	-	-	-	-	-	-	11
Paloma	-	7	-	-	-	-	-	-	-	-	-	-	-	7
Integra GRS	-	5	-	-	-	-	-	-	-	-	-	-	-	5
Other	34	-	-	-	-	-	-	-	-	-	-	-	-	34
<b>Total Goodwill</b>	<b>1,569</b>	<b>23</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(8)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,584</b>

(1) Other changes in goodwill and intangible assets includes the foreign exchange effects of U.S. dollar denominated intangible assets and goodwill, purchase accounting adjustments and certain other reclassifications.

**UNREALIZED GAINS (LOSSES)**

ON SECURITIES, OTHER THAN TRADING (\$ millions)	Book Value		Unrealized Gains (Losses)								
	2010 Q1	2009 Q4	2010 Q1	2009 Q4	2009 Q3	2009 Q2	2009 Q1	2008 Q4	2008 Q3	2008 Q2	2008 Q1
Securities, Other Than Trading											
Canadian governments	18,801	19,086	174	146	102	242	84	30	-	-	-
U.S. governments	7,778	7,199	33	70	63	46	131	32	23	84	49
Mortgage-backed securities - Canada <sup>(2)</sup>	8,946	9,578	278	247	162	141	39	87	141	137	49
- U.S.	790	817	22	28	20	25	17	3	(2)	8	-
Corporate debt <sup>(3) (4)</sup>	5,461	4,828	133	123	46	(23)	(94)	(255)	(58)	(16)	(25)
Corporate equity <sup>(3) (4) (5)</sup>	2,050	2,005	15	(6)	(15)	(37)	(45)	(19)	13	9	16
Other governments	10,370	8,229	38	47	3	5	5	1	1	3	-
<b>Unrealized Gains (Losses) On Total Securities, Other Than Trading</b>	<b>54,196</b>	<b>51,742</b>	<b>693</b>	<b>655</b>	<b>381</b>	<b>399</b>	<b>137</b>	<b>(121)</b>	<b>118</b>	<b>225</b>	<b>89</b>

(2) These mortgage-backed securities are supported by guaranteed mortgages.

(3) Corporate debt and corporate equity include merchant banking investments, which have been recorded at fair value since November 1, 2004, when we adopted new accounting rules applicable to our merchant banking subsidiaries.

(4) Included in unrealized gains (losses) are gains of \$49 million in corporate debt and losses of \$2 million in corporate equity related to securities transferred from trading effective August 1, 2008, for the quarter ended January 31, 2010 (gains of \$60 million and losses of \$13 million, respectively, for the quarter ended October 31, 2009, losses of \$10 million and \$13 million, respectively, for the quarter ended July 31, 2009, losses of \$70 million and \$22 million, respectively, for the quarter ended April 30, 2009, losses of \$115 million and \$25 million, respectively, for the quarter ended January 31, 2009, and losses of \$169 million and \$14 million, respectively, for the quarter ended October 31, 2008).

(5) Excluded from corporate equity are unrealized gains of \$74 million and \$nil related to our investments in Visa Inc. and MasterCard International Inc., respectively, for the quarter ended January 31, 2010 (\$62 million and \$nil respectively, for the quarter ended October 31, 2009, \$55 million and \$5 million, respectively, for the quarter ended July 31, 2009, \$59 million and \$4 million, respectively, for the quarter ended April 30, 2009, \$57 million and \$6 million, respectively, for the quarter ended January 31, 2009, \$74 million and \$7 million, respectively, for the quarter ended October 31, 2008, and \$75 million and \$9 million, respectively, for the quarter ended July 31, 2008). These amounts are not included because the sale of those shares is restricted.

**U.S. GAAP RECONCILIATION**

(\$ millions except as noted)

	2010	2009	2009	2009	2009	2008	2008	2008	2008	YTD	YTD	Fiscal	Fiscal
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2010	2009	2009	2008
Net Income-Canadian GAAP	657	647	557	358	225	560	521	642	255	657	225	1,787	1,978
Increase (Decrease) net of tax:													
Pension and related benefits expense	(1)	-	-	-	-	-	-	1	1	(1)	-	-	2
Stock-based compensation (1)	-	-	-	-	(1)	(1)	(1)	(1)	(1)	-	(1)	(1)	(4)
Merchant banking investments	(28)	(3)	-	26	40	(14)	2	9	2	(28)	40	63	(1)
Software development expense	-	-	-	-	-	-	-	-	(1)	-	-	-	(1)
Liabilities and equity	-	-	-	-	1	3	3	3	3	-	1	1	12
Reclassification of trading securities into available-for-sale securities (2)	18	8	12	5	36	(123)	-	-	-	18	36	61	(123)
Unrealized gains on derivatives designated as cash flow hedges	3	2	-	-	-	-	-	-	-	3	-	2	-
Other (3)/(4)	2	(15)	4	3	2	2	1	1	1	2	2	(6)	5
Net Income-U.S. GAAP	651	639	573	392	303	427	526	655	260	651	303	1,907	1,868
U.S. GAAP:													
Basic Earnings Per Share													
Net Income	\$1.11	\$1.10	\$1.00	\$0.67	\$0.54	\$0.79	\$1.01	\$1.28	\$0.49	\$1.11	\$0.54	\$3.31	\$3.57
Diluted Earnings Per Share													
Net Income	\$1.11	\$1.10	\$0.99	\$0.67	\$0.54	\$0.79	\$1.00	\$1.27	\$0.48	\$1.11	\$0.54	\$3.30	\$3.54

(1) On November 1, 2005, we prospectively adopted the new accounting standard on Stock-Based Compensation (see Note 9 to the unaudited interim consolidated financial statements for the quarter ended October 31, 2006).

Under United States GAAP, Stock-Based Compensation granted to employees eligible to retire should be expensed at the time of grant. During the quarter ended July 31, 2006, we retroactively adopted new Canadian accounting guidance on Stock-Based Compensation, which is harmonized with United States GAAP. Due to the differences in methods of adoption, there was an adjustment to our Consolidated Statement of Income in the periods before fiscal 2009, when the stock-based compensation granted prior to November 1, 2005 was fully amortized.

(2) During the quarter ended October 31, 2008, we adopted new Canadian accounting guidance which allows, in rare circumstances, certain reclassifications of non-derivative financial assets from the trading category to either the available-for-sale or held-to-maturity categories. This new guidance is consistent with United States GAAP, except that United States GAAP requires that the reclassification be recorded on the date the transfer is completed. We elected to transfer securities from trading to available-for-sale for which we had a change in intent caused by current market circumstances to hold the securities for the foreseeable future rather than to exit or trade them in the short term. The Canadian accounting guidance was applicable on a retroactive basis to August 1, 2008 for us and the transfers took place at the fair value of the securities on August 1, 2008. We reclassified these securities under United States GAAP effective October 31, 2008. This difference will reverse as these securities are sold.

(3) During the quarter ended January 31, 2008, we adopted the new United States accounting standard which allows to elect to report selected financial assets and liabilities at fair value and establishes new disclosure requirements for assets and liabilities to which the fair value option is applied. The new standard eliminated a difference between Canadian and United States GAAP.

(4) During the quarter ended July 31, 2009, we adopted new United States guidance issued by the Financial Accounting Standards Board which amended the impairment assessment guidance and recognition principles of other-than-temporary impairment for debt securities and enhanced the presentation and disclosure requirements for debt and equity securities. Under the new guidance, if a debt security is determined to be other-than-temporarily impaired, the amount of the impairment equal to the credit loss will be recorded in income and the remaining impairment charge will be recorded in other comprehensive income. Under Canadian GAAP, all impairment is recorded in income.

**ASSETS UNDER ADMINISTRATION AND MANAGEMENT**

(\$ millions)

	2010	2009	2009	2009	2009	2008	2008	2008	2008
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
<b>Assets Under Administration (5)</b>									
Institutional	95,249	95,443	108,045	126,266	127,559	123,577	106,781	98,841	92,010
Personal	152,957	143,078	139,915	135,920	133,338	134,913	140,020	145,106	141,635
Mutual Funds	233	231	223	148	114	109	132	145	151
Total	248,439	238,752	248,183	262,334	261,011	258,599	246,933	244,092	233,796
<b>Assets Under Management (5)</b>									
Institutional	27,402	27,439	26,213	26,800	28,765	30,356	32,349	32,197	42,098
Personal	54,446	53,336	49,616	49,496	50,851	54,924	55,465	55,368	55,064
Mutual Funds	25,985	25,322	24,670	22,333	21,428	23,442	28,220	29,395	28,490
Total	107,833	106,097	100,499	98,629	101,044	108,722	116,034	116,960	125,652
<b>Total Assets under Administration and Management</b>	<b>356,272</b>	<b>344,849</b>	<b>348,682</b>	<b>360,963</b>	<b>362,055</b>	<b>367,321</b>	<b>362,967</b>	<b>361,052</b>	<b>359,448</b>

(5) Assets Under Administration of approximately US\$1 billion are also included in Assets Under Management (since Q3, 2007).

ASSET SECURITIZATION	2010	2009	2009	2009	2009	2008	2008	2008	2008	YTD	YTD	Fiscal	Fiscal
(\$ millions)	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2010	2009	2009	2008

**Securitized Balances**

Credit card loans	4,469	4,719	4,719	4,719	4,719	4,719	3,097	2,050	1,500	4,469	4,719	4,719	4,719
Residential mortgages in Bank-sponsored conduits (uninsured)	4,901	4,874	4,748	4,819	4,905	4,895	4,893	4,926	4,937	4,901	4,905	4,874	4,895
Total exposure securitized by the bank	9,370	9,593	9,467	9,538	9,624	9,614	7,990	6,976	6,437	9,370	9,624	9,593	9,614
Residential mortgages securitized with third parties	14,094	14,965	15,487	17,118	17,524	13,926	10,517	9,601	7,927	14,094	17,524	14,965	13,926
Total	23,464	24,558	24,954	26,656	27,148	23,540	18,507	16,577	14,364	23,464	27,148	24,558	23,540

**Impact of Securitization on Net Income before Income Taxes**

Net interest income (1)	(133)	(173)	(175)	(171)	(170)	(92)	(57)	(45)	(40)	(133)	(170)	(689)	(234)
Non-interest revenue (2)	55	78	80	144	138	85	78	99	40	55	138	440	302
Provision for credit losses (3)	53	53	43	44	32	22	13	9	8	53	32	172	52
Pre Tax Income	(25)	(42)	(52)	17	-	15	34	63	8	(25)	-	(77)	120

**Securitization Revenues (Non-Interest Revenue)**

Below is a more detailed breakdown of the Securitization Revenues shown on the Non-Interest Revenue schedule

Credit card loans	138	139	161	164	180	135	91	64	56	138	180	644	346
Residential mortgages	34	62	41	98	84	32	42	69	24	34	84	285	167
Total Securitization Revenues	172	201	202	262	264	167	133	133	80	172	264	929	513

**MORTGAGE-BACKED SECURITIES RETAINED**

(On Balance Sheet)	2010	2009	2009	2009	2009	2008	2008	2008	2008	YTD	YTD	Fiscal	Fiscal
(\$ millions)	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2010	2009	2009	2008

**Mortgage-backed Securities Retained (4)**

Outstanding at end of period	8,916	9,529	6,326	6,303	4,769	9,544	9,147	8,403	8,617	8,916	4,769	9,529	9,544
------------------------------	-------	-------	-------	-------	-------	-------	-------	-------	-------	-------	-------	-------	-------

(1) Represents the reduction in the net interest income reported by the Bank as a result of removing the assets from the Balance Sheet.

(2) Represents the impact on non-interest revenue of securitization revenues received net of a reduction in card fees as a result of removing the assets from the Balance Sheet.

(3) Represents the improvement in provision for credit losses as a result of securitizing the assets.

(4) Comprised of Canadian Government-insured residential mortgages and reported as available-for-sale securities in the Consolidated Balance Sheet.

**DEBT ISSUED BY BANK SPONSORED VEHICLES FOR THIRD PARTY ASSETS**

(\$ millions except as noted)

	Q1 2010				Q4 2009				Q3 2009				Q2 2009			
	Canadian		SIVs/Credit Protection Vehicles	Total	Canadian		SIVs/Credit Protection Vehicles	Total	Canadian		SIVs/Credit Protection Vehicles	Total	Canadian		SIVs/Credit Protection Vehicles	Total
	Conduits (1)	US Conduit			Conduits (1)	US Conduit (2)			Conduits (1)	US Conduit (2)			Conduits (1)	US Conduit (2)		
Auto loans/leases	971	78	-	1,049	1,333	298	-	1,631	1,494	286	-	1,780	1,946	355	-	2,301
Credit card receivables	845	-	-	845	845	264	-	1,109	770	338	-	1,108	770	634	-	1,404
Residential mortgages (insured)	377	-	-	377	483	-	-	483	517	-	-	517	645	-	-	645
Residential mortgages (uninsured)	1,908	19	-	1,927	2,115	44	-	2,159	2,520	48	-	2,568	2,870	85	-	2,955
Commercial mortgages	246	120	-	366	304	83	-	387	336	93	-	429	397	165	-	562
Personal line of credit	-	-	-	-	-	86	-	86	-	97	-	97	-	121	-	121
Equipment loans/leases	190	363	-	553	233	371	-	604	286	412	-	698	344	515	-	859
Trade receivables	35	-	-	35	35	8	-	43	35	8	-	43	35	70	-	105
Corporate loans	-	2,140	-	2,140	-	-	2,287	2,287	-	2,389	-	2,389	-	2,816	-	2,816
Daily auto rental	468	4	-	472	556	-	-	556	696	14	-	710	35	50	-	488
Floorplan finance receivables	-	232	-	232	-	-	-	-	220	-	-	220	328	-	-	328
Collateralized debt obligations (AAA/R-1 (high) securities)	-	536	-	536	-	651	-	651	-	616	-	616	-	607	-	607
Other pool type	300	805	-	1,105	375	598	-	973	402	647	-	1,049	406	749	-	1,155
SIV assets (financial institutions debt and securitized assets)	-	-	7,123	7,123	-	-	7,563	7,563	-	-	8,216	8,216	-	-	9,313	9,313
Credit protection vehicle	-	-	2,187	2,187	-	-	2,310	2,310	-	-	2,421	2,421	-	-	2,880	2,880
<b>Total</b>	<b>5,340</b>	<b>4,297</b>	<b>9,310</b>	<b>18,947</b>	<b>6,279</b>	<b>4,690</b>	<b>9,873</b>	<b>20,842</b>	<b>7,276</b>	<b>4,948</b>	<b>10,637</b>	<b>22,661</b>	<b>8,179</b>	<b>6,167</b>	<b>12,193</b>	<b>26,539</b>

(1) Canadian Conduit totals include amounts pertaining to conduits that have been directly funded by the Bank (\$628.5 million as at Q1, 2010, \$718.9 million as at Q4, 2009, \$1.035 billion as at Q3, 2009 and \$217 million as at Q2, 2009).

**AGGREGATE AMOUNT OF SECURITIZATION EXPOSURES RETAINED OR PURCHASED BY EXPOSURE TYPE**

	Q1 2010				Q4 2009				Q3 2009				Q2 2009			
	Undrawn Committed Facilities and Notional Amounts (2,4)		Drawn Loan Facilities and Securities Held (5)	First Loss Positions (6)	Total	Undrawn Committed Facilities and Notional Amounts (2,3,4)		Drawn Loan Facilities and Securities Held (5)	First Loss Positions (6)	Total	Undrawn Committed Facilities and Notional Amounts (2,3,4)		Drawn Loan Facilities and Securities Held (5)	First Loss Positions (6)	Total	
	Amounts (2,4)	Amounts (2,3,4)				Amounts (2,3,4)	Amounts (2,3,4)									
<b>Bank Assets (7)</b>																
Credit card receivable (8)	-	254	58	312	-	265	62	327	-	264	72	336	-	73		
Residential mortgages (uninsured)	4,821	-	109	4,930	4,816	-	110	4,926	4,817	-	111	4,928	4,830	104		
<b>Total Bank Assets</b>	<b>4,821</b>	<b>254</b>	<b>167</b>	<b>5,242</b>	<b>4,816</b>	<b>265</b>	<b>172</b>	<b>5,253</b>	<b>4,817</b>	<b>264</b>	<b>183</b>	<b>5,264</b>	<b>4,830</b>	<b>177</b>		
<b>Third Party Assets (9)</b>																
Auto loans/leases	739	481	-	1,220	1,267	560	-	1,827	1,391	616	-	2,007	2,561	-		
Credit card receivables	923	-	-	923	923	-	-	923	1,375	-	-	1,375	1,654	-		
Residential mortgages (insured)	384	-	-	384	454	-	-	454	528	-	-	528	599	-		
Residential mortgages (uninsured)	1,966	-	-	1,966	2,218	-	-	2,218	2,633	-	-	2,633	3,138	-		
Commercial mortgages	400	14	-	414	510	-	-	510	490	-	-	490	617	-		
Personal line of credit	-	-	-	-	88	-	-	88	99	-	-	99	123	-		
Equipment loans/leases	590	-	-	590	614	-	-	614	721	-	-	721	884	-		
Trade receivables	305	-	-	305	307	-	-	307	320	-	-	320	345	-		
Corporate loans	2,378	108	-	2,486	2,674	-	-	2,674	2,778	-	-	2,778	3,193	-		
Daily auto rental	685	-	-	685	712	-	-	712	727	-	-	727	918	-		
Floorplan finance receivables	361	-	-	361	-	-	-	-	-	220	-	220	334	-		
Collateralized debt obligations (AAA/R-1 (high) securities)	602	90	-	692	739	22	-	761	651	22	-	673	764	24		
Other pool type	1,144	105	-	1,249	1,470	-	-	1,470	1,240	-	-	1,240	1,353	-		
SIV assets (financial institutions debt and securitized assets)	241	6,844	-	7,085	247	7,230	-	7,477	300	7,821	-	8,121	1,934	7,379		
Credit protection vehicle (2)	21,297	-	-	21,297	21,297	-	-	21,297	21,297	-	-	21,297	21,297	-		
Trading securities reclassified to AFS	-	378	-	378	-	491	-	491	-	481	-	481	-	485		
Montreal Accord Assets	299	150	-	449	300	165	-	465	300	145	-	445	300	145		
<b>Total Third Party Assets</b>	<b>32,314</b>	<b>8,170</b>	<b>-</b>	<b>40,484</b>	<b>33,820</b>	<b>8,468</b>	<b>-</b>	<b>42,288</b>	<b>34,850</b>	<b>9,305</b>	<b>-</b>	<b>44,155</b>	<b>40,014</b>	<b>8,033</b>		
<b>Total</b>	<b>37,135</b>	<b>8,424</b>	<b>167</b>	<b>45,726</b>	<b>38,636</b>	<b>8,733</b>	<b>172</b>	<b>47,541</b>	<b>39,667</b>	<b>9,569</b>	<b>183</b>	<b>49,419</b>	<b>44,844</b>	<b>8,297</b>		

(2) Following a review of the asset classification of the US and Canadian Conduit portfolios, some transactions have been reclassified to more closely align with industry convention which focuses on underlying assets. Comparative figures have also been reclassified to conform to the current period's presentation.

(3) Amounts reported for credit protection vehicle assets under Undrawn Committed Facilities and Notional Amounts represent aggregate notional amounts of the credit default swap exposures and do not represent committed funding obligations.

(4) External Credit Assessment Institutions (ECAIs) used for securitizations liquidity facility ratings are S&P, Moody's and Fitch.

(5) ECAIs used for securitization notes are S&P & Moody's.

(6) First Loss Positions reflect deferred purchase price amounts for securitization of the Bank's own credit cards and conventional mortgages net of servicing liabilities and tax impacts.

(7) The Ratings Based approach (RBA) is applied to the exposures related to Credit Card Receivables, which are outlined in Note 6 to the Annual Consolidated Financial Statements for the year ended October 31, 2009.

The exposures for Residential Mortgages (uninsured) are treated under the lending AIRB Framework as if the mortgages remained on the Bank's balance sheet.

(8) The credit card receivable securities held from Bank asset securitizations represent the Bank's seller's interest in investment grade subordinated notes issued by Master Credit Card Trust.

(9) For totals from Auto loans/leases through to SIV assets (financial institutions debt and securitized assets), the Supervisory Formula (SF) has been applied. The RBA is applied to all other portfolios. Unrated positions and positions with ratings below investment - grade are deducted from capital.

**CAPITAL CHARGES FOR SECURITIZATION EXPOSURES RETAINED OR PURCHASED BY RISK WEIGHTS**

(\$ millions)	Q1 2010		Q4 2009		Q3 2009		Q2 2009		Q1 2009	
	RBA/Inferred Rating/IAA Exposure Amount (1)	Capital Required	RBA/Inferred Rating/IAA Exposure Amount (1)	Capital Required	RBA/Inferred Rating/IAA Exposure Amount (1)	Capital Required	RBA/Inferred Rating/IAA Exposure Amount (1)	Capital Required	RBA/Inferred Rating/IAA Exposure Amount (1)	Capital Required
<b>Traditional Securitizations</b>										
<b>Risk Weights</b>										
Bank Assets										
7%	-	-	-	-	-	-	-	-	-	-
7.01% - 25%	4,948	33	4,949	33	4,949	33	4,962	31	4,998	33
25.01% - 50%	127	5	132	5	132	5	132	7	132	5
Less amount excluded from capital requirements for exceeding maximum KIRB capital (2)	-	24	-	27	-	27	-	27	-	26
<b>Total Exposures, net of deductions</b>	<b>5,075</b>	<b>14</b>	<b>5,081</b>	<b>11</b>	<b>5,081</b>	<b>11</b>	<b>5,094</b>	<b>11</b>	<b>5,130</b>	<b>12</b>
<b>Exposures Deducted:</b>										
From Tier 1 Capital:										
Credit Card Receivables (3)	58	-	62	-	72	-	73	-	68	-
Residential Mortgages	98	-	99	-	100	-	92	-	65	-
From Total Capital:										
Residential Mortgages	11	-	11	-	11	-	12	-	15	-
<b>Total Exposures Deducted</b>	<b>167</b>	<b>-</b>	<b>172</b>	<b>-</b>	<b>183</b>	<b>-</b>	<b>177</b>	<b>-</b>	<b>148</b>	<b>-</b>
<b>Bank Assets Total Exposures</b>	<b>5,242</b>	<b>14</b>	<b>5,253</b>	<b>11</b>	<b>5,264</b>	<b>11</b>	<b>5,271</b>	<b>11</b>	<b>5,278</b>	<b>12</b>
<b>Third Party Assets</b>										
7%	6,599	37	4,080	23	7,312	41	875	5	2,723	15
7.01% - 25%	24,710	242	28,439	270	26,687	281	34,543	319	44,509	428
25.01% - 50%	7,113	276	7,321	283	8,131	228	9,049	255	1,741	49
50.01% - 100%	1,135	67	1,271	75	1,843	114	3,302	196	1,372	88
Greater than 100%	901	218	1,174	234	164	71	273	101	1	-
Default	-	-	-	-	-	-	-	-	-	-
<b>Total Exposures, net of deductions</b>	<b>40,458</b>	<b>840</b>	<b>42,285</b>	<b>885</b>	<b>44,137</b>	<b>735</b>	<b>48,042</b>	<b>876</b>	<b>50,346</b>	<b>580</b>
<b>Exposures Deducted:</b>										
From Total Capital:										
Collateralized Debt Obligations (AAA/R-1 (High) Securities	11	-	-	-	-	-	-	-	-	-
SIV assets (financial institutions debt and securitized assets)	-	-	-	-	-	-	-	-	-	-
Montreal Accord Assets	4	-	3	-	2	-	2	-	2	-
Residential Mortgages (Uninsured)	9	-	-	-	9	-	-	-	-	-
Commercial Mortgages	7	-	-	-	7	-	-	-	-	-
Equipment Loans/Leases	-	-	-	-	-	-	3	-	-	-
<b>Total Exposures Deducted</b>	<b>31</b>	<b>-</b>	<b>3</b>	<b>-</b>	<b>18</b>	<b>-</b>	<b>5</b>	<b>-</b>	<b>2</b>	<b>-</b>
<b>Third Party Assets Total Exposures</b>	<b>40,489</b>	<b>840</b>	<b>42,288</b>	<b>885</b>	<b>44,155</b>	<b>735</b>	<b>48,047</b>	<b>876</b>	<b>50,348</b>	<b>580</b>
<b>Total Exposures</b>	<b>45,731</b>	<b>854</b>	<b>47,541</b>	<b>896</b>	<b>49,419</b>	<b>746</b>	<b>53,318</b>	<b>887</b>	<b>55,626</b>	<b>592</b>

(1) Exposure amounts are on balance sheet values and the credit equivalent amount for off-balance sheet exposures.

(2) KIRB - IRB capital of underlying assets as though they had not been securitized.

(3) Since inception, no capital has been assessed for the Bank's early amortization provisions associated with the investors' interest in Master Credit Card Trust because the excess spread of the underlying portfolio has remained above the threshold at which capital charges would be incurred.



**BASEL II REGULATORY CAPITAL**

(\$ millions except as noted)

	2010	2009	2009	2009	2009	2008	2008	2008	2008
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
<b>Qualifying Regulatory Capital</b>									
Common shareholders' equity	17,498	17,132	16,750	16,911	16,929	15,974	15,120	14,866	14,373
Non-cumulative preferred shares	2,571	2,571	2,571	2,171	1,896	1,996	1,996	1,696	1,446
Innovative Tier 1 Capital Instruments	2,903	2,907	2,901	2,933	2,942	2,486	2,442	2,438	2,437
Non-controlling interest in subsidiaries	26	26	27	29	29	39	37	31	30
Goodwill and excess intangible assets	(1,584)	(1,569)	(1,551)	(1,670)	(1,706)	(1,635)	(1,449)	(1,398)	(1,189)
Accumulated net after tax unrealized losses from Available-For-Sale Equity Securities	-	(2)	(10)	(34)	(40)	(15)	-	-	-
Net Tier 1 Capital	21,414	21,065	20,688	20,340	20,050	18,845	18,146	17,633	17,097
Securitization-related deductions	(177)	(168)	(187)	(173)	(142)	(115)	(96)	(81)	(75)
Expected loss in excess of allowance - AIRB approach (1)	(85)	(61)	(59)	(56)	-	-	-	-	(8)
Substantial investments and investments in insurance subsidiaries (2)	(398)	(374)	(352)	(366)	(198)	-	-	-	-
Other deductions	-	-	-	-	-	(1)	(3)	(1)	(3)
Adjusted Tier 1 Capital	20,754	20,462	20,090	19,745	19,710	18,729	18,047	17,551	17,011
Subordinated debt	3,742	4,236	4,249	4,379	4,389	4,175	4,065	4,060	3,157
Trust subordinated notes	800	800	800	800	800	800	800	800	800
Accumulated net after tax unrealized gain from Available-For-Sale Equity Securities	2	-	-	-	-	-	7	7	10
Eligible portion of general allowance for credit losses	313	296	300	310	607	494	293	288	222
Total Tier 2 Capital	4,857	5,332	5,349	5,489	5,796	5,469	5,165	5,135	4,189
Securitization-related deductions	(21)	(7)	(15)	(9)	(9)	(6)	(10)	(12)	(23)
Expected loss in excess of allowance - AIRB approach (1)	(85)	(60)	(59)	(55)	-	-	-	-	(8)
Investments in non-consolidated subsidiaries and substantial investments (2)	(950)	(868)	(805)	(796)	(655)	(871)	(799)	(998)	(962)
Other deductions	-	-	-	-	-	(3)	(1)	(1)	(4)
Adjusted Tier 2 Capital	3,801	4,397	4,470	4,629	5,132	4,592	4,353	4,124	3,192
Total Capital	24,555	24,859	24,560	24,374	24,842	23,321	22,400	21,675	20,203

(1) When expected losses as calculated under the AIRB approach exceed total provisions, 50% of the difference is deducted from Tier 1 capital and 50% is deducted from Tier 2 capital. When the expected losses are below total provisions, the difference is added to Tier 2 capital. The general allowance related to credit risk measured under the Standardized Approach is included in Tier 2 capital up to 1.25% of risk-weighted assets.

(2) Effective November 1, 2008, substantial investments are deducted 50% from Tier 1 capital and 50% from Tier 2 capital. Previously these investments were deducted from Tier 2 capital. Investments in insurance subsidiaries held prior to January 1, 2007 are deducted from Tier 2 capital. Effective 2012, these investments in insurance subsidiaries will be deducted 50% from Tier 1 capital and 50% from Tier 2 capital.

In addition, incremental investments in insurance subsidiaries are immediately deducted 50% from Tier 1 capital and 50% from Tier 2 capital.

(3) The scaling factor is applied to the risk-weighted asset amounts for credit risk under the AIRB approach.

(4) Standardized market risk is comprised of interest rate issuer risk.

(5) The Bank is subject to a regulatory capital floor determined using transition rules prescribed by the Office of the Superintendent of Financial Institutions.

(6) Calculated using Basel II.

(7) Calculated using Basel I guidelines currently in effect for U.S. regulatory purposes and based on Harris N.A.'s calendar quarter-ends.

BASEL II RISK-WEIGHTED ASSETS (RWA)	Exposure at Default	Q1 2010			Q4 2009	Q3 2009	Q2 2009	Q1 2009	Q4 2008	Q3 2008	Q2 2008	Q1 2008
		RWA			RWA	RWA	RWA	RWA	RWA	RWA	RWA	
		Standardized approach	Advanced approach	Total	Total	Total	Total	Total	Total	Total	Total	
(\$ millions except as noted)												
Credit Risk												
Wholesale												
Corporate including specialized lending	101,394	11,312	37,949	49,261	52,174	54,683	58,842	62,364	63,263	53,744	57,294	
Corporate small and medium enterprises (SMEs)	44,802	7,820	17,906	25,726	26,395	28,875	31,141	31,820	30,852	28,738	27,666	
Sovereign	60,560	-	673	673	593	607	323	705	382	535	880	
Bank	35,893	343	3,263	3,606	4,537	4,538	5,392	6,229	6,907	7,150	7,684	
Retail												
Residential mortgages excluding home equity line of credits (HELOCs)	44,761	2,966	1,657	4,623	4,451	4,694	4,944	5,085	4,966	3,194	3,069	
HELOCs	28,303	3,326	1,464	4,790	4,463	4,346	4,574	4,576	4,304	2,131	1,889	
Qualifying revolving retail (QRR)	24,990	-	4,174	4,174	3,210	3,105	3,040	2,990	2,263	2,773	3,052	
Other retail (excl. SMEs)	19,785	4,592	6,251	10,843	9,895	9,674	9,998	9,594	9,217	9,882	9,317	
Retail SMEs	940	-	519	519	492	493	495	1,207	920	911	912	
Equity	1,422	-	1,212	1,212	1,168	1,165	1,295	1,313	1,282	1,246	1,387	
Trading book	53,381	20	7,324	7,344	7,970	8,670	10,428	10,930	11,759	10,027	10,509	
Securitization	45,729	-	10,685	10,685	11,207	9,322	11,095	7,418	6,717	8,178	8,867	
Other credit risk assets - non-counterparty managed assets	62,206	-	12,266	12,266	10,751	11,038	11,587	13,142	14,524	12,165	13,191	
Scaling factor for credit risk assets under AIRB (3)	-	-	5,585	5,585	5,792	5,927	6,400	6,408	6,260	5,861	6,123	
Total Credit Risk	524,166	30,379	110,928	141,307	143,098	147,137	159,554	163,781	163,616	146,535	151,840	
Market Risk (4)	-	1,571	4,814	6,385	6,578	7,224	8,157	12,386	11,293	16,207	18,206	
Operational Risk	-	17,974	17,974	17,525	17,525	17,197	16,895	16,798	16,699	16,426	15,990	
Total Risk-Weighted Assets	-	49,924	115,742	165,666	167,201	171,558	184,606	192,965	191,608	179,168	186,036	
Regulatory Floor (5)	-	-	-	-	-	-	-	-	-	3,090	216	
Total Transitional Risk-Weighted Assets	-	-	-	165,666	167,201	171,558	184,606	192,965	191,608	182,258	186,252	

CAPITAL RATIOS	2010	2009	2009	2009	2009	2008	2008	2008	2008
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Tier 1 ratio	12.53%	12.24%	11.71%	10.70%	10.21%	9.77%	9.90%	9.42%	9.48%
Total capital ratio	14.82%	14.87%	14.32%	13.20%	12.87%	12.17%	12.29%	11.64%	11.26%
Tangible common equity-to-risk-weighted assets	9.51%	9.21%	8.71%	8.24%	7.77%	7.47%	7.44%	7.17%	7.22%
Assets to Capital Multiple	14.67	14.09	14.91	15.38	15.79	16.42	15.87	16.22	18.39
<b>Capital Ratios for Significant Bank Subsidiaries</b>									
Bank of Montreal Mortgage Corporation (6)									
Tier 1 ratio	20.49%	20.33%	22.26%	22.91%	22.89%	20.29%	21.59%	24.56%	26.65%
Total capital ratio	21.76%	21.65%	23.56%	24.25%	24.27%	21.53%	22.86%	26.10%	26.36%
Harris N.A. (7)									
Tier 1 ratio	11.46%	11.10%	10.68%	10.95%	10.57%	10.71%	10.65%	10.72%	10.66%
Total capital ratio	13.55%	13.20%	12.73%	13.09%	12.69%	12.81%	12.78%	12.69%	12.66%

**EQUITY SECURITIES EXPOSURE AMOUNT**

(\$ millions except as noted)	2010 Q1	2009 Q4	2009 Q3	2009 Q2	2009 Q1	2008 Q4
Equity investments used for capital gains (Merchant Banking)	471	476	476	524	540	569
Equity investments used for mutual fund seed capital	77	41	36	35	34	40
Equity used for other (including strategic investments)	874	863	864	970	979	909
<b>Total Equity Exposure</b>	<b>1,422</b>	<b>1,380</b>	<b>1,376</b>	<b>1,529</b>	<b>1,553</b>	<b>1,518</b>

**EQUITY INVESTMENT SECURITIES (1)**

(\$ millions except as noted)	Book Value	Q1 2010 Market Value	Unrealized Gain (Loss)	Book Value	Q4 2009 Market Value	Unrealized Gain (Loss)	Book Value	Q3 2009 Market Value	Unrealized Gain (Loss)	Book Value	Q2 2009 Market Value	Unrealized Gain (Loss)
<b>Grandfathered</b>												
Public	79	79	-	110	110	-	115	115	-	134	134	-
Private												
Direct funds	312	312	-	318	318	-	308	308	-	315	315	-
Indirect funds	180	180	-	189	189	-	197	197	-	222	222	-
<b>Total Grandfathered</b>	<b>571</b>	<b>571</b>	<b>-</b>	<b>617</b>	<b>617</b>	<b>-</b>	<b>620</b>	<b>620</b>	<b>-</b>	<b>671</b>	<b>671</b>	<b>-</b>
<b>Non-grandfathered</b>												
Public	123	123	-	82	82	-	90	90	-	136	136	-
Private												
Direct funds	133	133	-	122	122	-	118	118	-	118	118	-
Indirect funds	313	313	-	279	279	-	271	271	-	301	301	-
Other	282	282	-	280	246	(34)	277	245	(32)	303	271	(32)
<b>Total Non-grandfathered</b>	<b>851</b>	<b>851</b>	<b>-</b>	<b>763</b>	<b>729</b>	<b>(34)</b>	<b>756</b>	<b>724</b>	<b>(32)</b>	<b>858</b>	<b>826</b>	<b>(32)</b>
<b>Total Equities</b>	<b>1,422</b>	<b>1,422</b>	<b>-</b>	<b>1,380</b>	<b>1,346</b>	<b>(34)</b>	<b>1,376</b>	<b>1,344</b>	<b>(32)</b>	<b>1,529</b>	<b>1,497</b>	<b>(32)</b>

Total realized gains or losses arising from sales or liquidations in the reporting period			(5)			1			(3)			3
---	--	--	-----	--	--	---	--	--	-----	--	--	---

(1) The schedule consists of corporate equity securities in the banking book only. Excluded are investments in deconsolidated subsidiaries and substantial investments, which are deducted from capital for regulatory capital calculation purposes.

**EXPOSURE COVERED BY CREDIT RISK MITIGATION (1)**  
(\$ millions except as noted)

	Q1 2010				Q4 2009				Q3 2009			
	Standardized		AIRB		Standardized		AIRB		Standardized		AIRB	
	Gross Exposure (2)	Exposure Amount Covered By Guarantees Or Credit Derivatives	Adjusted EAD	Exposure Amount Covered By Guarantees Or Credit Derivatives	Gross Exposure (2)	Exposure Amount Covered By Guarantees Or Credit Derivatives	Adjusted EAD	Exposure Amount Covered By Guarantees Or Credit Derivatives	Gross Exposure (2)	Exposure Amount Covered By Guarantees Or Credit Derivatives	Adjusted EAD	Exposure Amount Covered By Guarantees Or Credit Derivatives
Corporate (incl specialized lending and SMEs treated as corporate)	21,489	191	125,538	2,869	22,269	313	131,154	2,920	23,656	359	141,496	3,299
Sovereign	9,535	-	71,423	24,266	5,566	434	68,688	24,097	5,216	215	62,638	24,401
Bank	1,714	-	34,178	-	1,413	-	31,182	336	2,525	-	29,950	-
Total Corporate, Sovereign and Bank	32,738	191	231,139	27,135	29,248	747	231,024	27,353	31,397	574	234,084	27,700
Residential mortgages excluding home equity line of credits (HELOCs)	6,856	-	16,677	-	7,302	-	15,774	-	7,728	-	16,593	-
HELOCs	4,435	-	23,868	-	4,464	-	22,878	-	4,404	-	21,809	-
Other retail excl. SMEs and QRR	6,414	292	13,371	-	5,917	274	13,572	-	5,804	282	13,285	-
Qualifying revolving retail	-	-	24,990	-	-	-	25,167	-	-	-	24,544	-
Retail SMEs	-	-	940	-	-	-	908	-	-	-	915	-
Total Retail	17,705	292	79,846	-	17,683	274	78,299	-	17,936	282	77,146	-
Total Bank Banking Book Portfolios	50,443	483	310,985	27,135	46,931	1,021	309,323	27,353	49,333	856	311,230	27,700

(1) Credit risk mitigants herein include only credit derivatives and guarantees. Includes \$21.2 billion NHA or other mortgage insurance guarantees.

Commercial collateral is reflected in the risk parameters (PDs, LGDs) for AIRB exposures and risk weights for exposures under the Standardized approach. None of the Standardized exposures have eligible financial collateral.

(2) Gross exposure means gross of all allowances for credit loss.

**CREDIT RISK EXPOSURE BY GEOGRAPHIC REGION (2)**  
(\$ millions except as noted)

	Q1 2010				Q4 2009				Q3 2009			
	Canada	U.S.	Other	Total	Canada	U.S.	Other	Total	Canada	U.S.	Other	Total
Corporate (incl specialized lending and SMEs treated as corporate)	84,037	56,379	5,780	146,196	83,312	60,424	8,861	152,597	88,316	70,624	5,326	164,266
Sovereign	36,858	13,796	9,906	60,560	37,436	7,848	8,694	53,978	25,776	9,518	10,018	45,312
Bank	14,093	9,425	12,375	35,893	11,239	10,394	10,964	32,597	5,620	14,878	11,977	32,475
Total Corporate, Sovereign and Bank	134,988	79,600	28,061	242,649	131,987	78,666	28,519	239,172	119,712	95,020	27,321	242,053
Residential mortgages excluding home equity line of credits (HELOCs)	37,906	6,855	-	44,761	36,874	7,302	-	44,176	40,021	7,728	-	47,749
HELOCs	23,868	4,435	-	28,303	22,878	4,464	-	27,342	21,809	4,404	-	26,213
Other retail excl. SMEs and QRR	14,799	4,986	-	19,785	14,832	4,657	-	19,489	14,466	4,623	-	19,089
Qualifying revolving retail	24,990	-	-	24,990	25,167	-	-	25,167	24,544	-	-	24,544
Retail SMEs	940	-	-	940	908	-	-	908	915	-	-	915
Total Retail	102,503	16,276	-	118,779	100,659	16,423	-	117,082	101,755	16,755	-	118,510
Total Bank	237,491	95,876	28,061	361,428	232,646	95,089	28,519	356,254	221,467	111,775	27,321	360,563

**CREDIT RISK EXPOSURE BY INDUSTRY (3)**  
(\$ millions except as noted)

	Q1 2010						Q4 2009						Q3 2009	Q2 2009		
	Drawn	Commitments (Undrawn)	OTCs	Other Off Balance		Repo Style Transactions	Total	Drawn	Commitments (Undrawn)	OTCs	Other Off Balance				Repo Style Transactions	Total
				Sheet Items	Transactions						Sheet Items	Transactions				
Agriculture	5,115	1,099	-	48	-	6,262	4,946	1,148	47	-	6,141	5,947	5,964			
Communications	1,002	1,116	-	224	-	2,342	1,115	1,001	226	-	2,342	2,390	2,668			
Construction	1,644	1,119	-	434	-	3,197	1,884	1,223	410	-	3,517	3,557	3,641			
Financial institutions(4)	33,839	9,408	133	3,657	44,572	91,609	28,404	9,662	119	3,063	48,312	89,560	96,653			
Government	33,188	1,194	-	876	-	45,241	30,024	1,136	-	730	38,624	36,121	35,250			
Manufacturing	7,286	6,411	-	1,289	9,983	14,986	8,017	6,455	-	1,417	15,889	16,694	18,810			
Mining	940	1,139	-	327	-	2,406	1,057	1,947	-	315	3,319	2,957	4,877			
Other	9,832	55	-	159	-	10,046	11,831	50	-	261	12,142	9,552	5,978			
Real estate	13,409	929	-	757	-	15,095	13,309	956	-	783	15,048	15,609	16,197			
Retail trade	5,462	2,235	-	517	-	8,214	5,250	2,371	-	505	8,126	8,211	8,088			
Service industries	12,548	4,221	-	1,653	(74)	18,348	12,808	4,116	-	2,224	19,354	18,741	22,711			
Transportation	1,631	779	-	400	-	2,810	1,658	792	-	410	2,860	3,286	3,207			
Utilities	1,047	2,122	-	973	-	4,142	1,442	2,021	-	823	4,286	3,999	4,204			
Wholesale trade	4,393	2,074	-	817	-	7,284	4,063	2,102	-	741	6,906	6,696	7,725			
Individual	93,633	24,942	51	1	-	118,627	91,379	25,796	-	1	117,176	118,588	117,277			
Oil and Gas	3,826	4,896	-	994	-	9,716	4,426	4,533	-	753	9,712	10,181	11,274			
Forest products	669	315	-	109	-	1,093	793	357	-	102	1,252	1,381	1,420			
Total	229,474	64,054	184	13,235	54,481	361,428	222,406	65,666	119	12,811	55,252	356,254	360,563			

(3) Credit exposure excluding Equity, Securitization, Trading Book and other.

(4) Includes \$13.7 billion of deposits with Financial Institutions as at January 31, 2010 (\$9.6 billion as at October 31, 2009, \$12.5 billion as at July 31, 2009 and \$12.4 billion as at April 30, 2009).

**CREDIT RISK EXPOSURE BY MAJOR ASSET CLASS (1)**  
(\$ millions except as noted)

	Q1 2010						Q4 2009						Q3 2009	Q2 2009
	Drawn	Commitments (Undrawn)	OTCs	Other Off Balance Sheet Items	Repo Style Transactions	Total	Drawn	Commitments (Undrawn)	OTCs	Other Off Balance Sheet Items	Repo Style Transactions	Total	Total	Total
Basel II Asset Classes														
Corporate (incl specialized lending and SMEs treated as corporate)	74,622	37,511	-	10,353	23,710	146,196	76,833	38,141	-	10,363	27,260	152,597	164,266	195,863
Sovereign	51,369	917	-	906	7,368	60,560	46,446	880	-	512	6,140	53,978	45,312	45,808
Bank	9,639	691	184	1,976	23,403	35,893	7,835	855	119	1,936	21,852	32,597	32,475	34,865
<b>Total Corporate, Sovereign and Bank Exposure</b>	<b>135,630</b>	<b>39,119</b>	<b>184</b>	<b>13,235</b>	<b>54,481</b>	<b>242,649</b>	<b>131,114</b>	<b>39,876</b>	<b>119</b>	<b>12,811</b>	<b>55,252</b>	<b>239,172</b>	<b>242,053</b>	<b>276,536</b>
Residential mortgages excluding home equity line of credits (HELOCs)	44,761	-	-	-	-	44,761	44,176	-	-	-	-	44,176	47,749	47,115
HELOCs	22,105	6,198	-	-	-	28,303	21,247	6,095	-	-	-	27,342	26,213	25,426
Other retail excl. SMEs and QRR	18,893	892	-	-	-	19,785	18,164	1,325	-	-	-	19,489	19,089	19,332
Qualifying revolving retail	7,745	17,245	-	-	-	24,990	7,360	17,807	-	-	-	25,167	24,544	24,415
Retail SMEs	340	600	-	-	-	940	345	563	-	-	-	908	915	912
<b>Total Retail Exposures</b>	<b>93,844</b>	<b>24,935</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>118,779</b>	<b>91,292</b>	<b>25,790</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>117,082</b>	<b>118,510</b>	<b>117,200</b>
<b>Total Gross Credit Exposures</b>	<b>229,474</b>	<b>64,054</b>	<b>184</b>	<b>13,235</b>	<b>54,481</b>	<b>361,428</b>	<b>222,406</b>	<b>65,666</b>	<b>119</b>	<b>12,811</b>	<b>55,252</b>	<b>356,254</b>	<b>360,563</b>	<b>393,736</b>

**CREDIT RISK BY RESIDUAL CONTRACT MATURITY BREAKDOWN**  
(\$ millions except as noted)

	Q1 2010						Q4 2009						Q3 2009	Q2 2009
	Drawn	Commitments (Undrawn)	OTCs	Other Off Balance Sheet Items	Repo Style Transactions	Total	Drawn	Commitments (Undrawn)	OTCs	Other Off Balance Sheet Items	Repo Style Transactions	Total	Total	Total
Up to 1 year	91,916	42,486	1	9,222	54,481	198,106	77,893	43,895	1	9,242	55,251	186,032	189,194	208,966
1 to 5 years	110,140	20,464	183	3,825	-	134,612	118,785	20,877	118	3,490	1	143,271	144,843	155,734
Greater than 5 years	27,418	1,104	-	188	-	28,710	25,728	1,094	-	79	-	26,901	26,526	29,036
<b>Total</b>	<b>229,474</b>	<b>64,054</b>	<b>184</b>	<b>13,235</b>	<b>54,481</b>	<b>361,428</b>	<b>222,406</b>	<b>65,666</b>	<b>119</b>	<b>12,811</b>	<b>55,252</b>	<b>356,254</b>	<b>360,563</b>	<b>393,736</b>

**PORTFOLIO BREAKDOWN BY BASEL II APPROACHES**  
(\$ millions except as noted)

	Q1 2010				Q4 2009				Q3 2009			
	Standardized Drawn	Credit Equivalent Amount on Undrawn	AIRB Drawn	Credit Equivalent Amount on Undrawn	Standardized Drawn	Credit Equivalent Amount on Undrawn	AIRB Drawn	Credit Equivalent Amount on Undrawn	Standardized Drawn	Credit Equivalent Amount on Undrawn	AIRB Drawn	Credit Equivalent Amount on Undrawn
Corporate (incl specialized lending and SMEs treated as corporate)	15,958	2,274	58,664	35,237	16,467	2,467	60,366	35,674	17,918	2,609	63,932	35,840
Sovereign	9,535	-	41,834	917	5,566	-	40,880	880	5,216	-	32,748	855
Bank	1,404	10	8,235	681	1,166	7	6,669	848	1,973	10	6,103	1,162
<b>Total Corporate, Sovereign &amp; Bank</b>	<b>26,897</b>	<b>2,284</b>	<b>108,733</b>	<b>36,835</b>	<b>23,199</b>	<b>2,474</b>	<b>107,915</b>	<b>37,402</b>	<b>25,107</b>	<b>2,619</b>	<b>102,783</b>	<b>37,857</b>
Residential mortgages excluding home equity line of credits (HELOCs)	6,856	-	37,905	-	7,302	-	36,874	-	7,728	-	40,021	-
HELOCs	4,435	-	17,670	6,198	4,464	-	16,783	6,095	4,404	-	15,847	5,962
Other retail excl. SMEs and QRR	6,414	-	12,479	892	5,917	-	12,247	1,325	5,804	-	11,987	1,298
Qualifying revolving retail	-	-	7,745	17,245	-	-	7,360	17,807	-	-	7,072	17,472
Retail SMEs	-	-	340	600	-	-	345	563	-	-	340	575
<b>Total Retail</b>	<b>17,705</b>	<b>-</b>	<b>76,139</b>	<b>24,935</b>	<b>17,683</b>	<b>-</b>	<b>73,609</b>	<b>25,790</b>	<b>17,936</b>	<b>-</b>	<b>75,267</b>	<b>25,307</b>
<b>Total Bank</b>	<b>44,602</b>	<b>2,284</b>	<b>184,872</b>	<b>61,770</b>	<b>40,882</b>	<b>2,474</b>	<b>181,524</b>	<b>63,192</b>	<b>43,043</b>	<b>2,619</b>	<b>178,050</b>	<b>63,164</b>

(1) Credit exposure excluding Equity, Securitization, Trading Book and other.

**CREDIT EXPOSURE OF PORTFOLIOS UNDER STANDARDIZED APPROACH BY RISK WEIGHT (1)**

(\$ millions)

Risk Weights	Q1 2010							Total
	0%	20%	35%	50%	75%	100%	150%	
Total Wholesale portfolios	-	5,264	-	596	-	11,045	4,491	21,396
Corporate (incl SMEs treated as Corporate)	-	-	-	-	-	-	-	-
Sovereign	9,535	-	-	-	-	-	-	9,535
Bank	-	1,714	-	-	-	-	-	1,714
Total Wholesale portfolios	9,535	6,978	-	596	-	11,045	4,491	32,645
Total Retail portfolios	-	-	5,440	-	5,851	-	-	11,291
Retail residential mortgages (including HELOCs)	-	-	-	-	6,122	-	-	6,414
Other retail	292	-	-	-	-	-	-	-
SME treated as retail	-	-	-	-	-	-	-	-
Total Retail portfolios	292	-	5,440	-	11,973	-	-	17,705
Total	9,827	6,978	5,440	596	11,973	11,045	4,491	50,350

Risk Weights	Q4 2009							Total
	0%	20%	35%	50%	75%	100%	150%	
Total Wholesale portfolios	-	6,304	-	582	-	10,959	4,306	22,151
Corporate (incl SMEs treated as Corporate)	-	-	-	-	-	-	-	-
Sovereign	5,566	-	-	-	-	-	-	5,566
Bank	-	1,413	-	-	-	-	-	1,413
Total Wholesale portfolios	5,566	7,717	-	582	-	10,959	4,306	29,130
Total Retail portfolios	-	-	5,796	-	5,970	-	-	11,766
Retail residential mortgages (including HELOCs)	-	-	-	-	5,643	-	-	5,917
Other retail	274	-	-	-	-	-	-	-
SME treated as retail	-	-	-	-	-	-	-	-
Total Retail portfolios	274	-	5,796	-	11,613	-	-	17,683
Total	5,840	7,717	5,796	582	11,613	10,959	4,306	46,813

Risk Weights	Q3 2009							Total
	0%	20%	35%	50%	75%	100%	150%	
Total Wholesale portfolios	-	6,463	-	768	-	12,195	4,162	23,588
Corporate (incl SMEs treated as Corporate)	-	-	-	-	-	-	-	-
Sovereign	5,216	-	-	-	-	-	-	5,216
Bank	-	2,525	-	-	-	-	-	2,525
Total Wholesale portfolios	5,216	8,988	-	768	-	12,195	4,162	31,329
Total Retail portfolios	-	-	6,136	-	5,996	-	-	12,132
Retail residential mortgages (including HELOCs)	-	-	-	-	5,522	-	-	5,804
Other retail	282	-	-	-	-	-	-	-
SME treated as retail	-	-	-	-	-	-	-	-
Total Retail portfolios	282	-	6,136	-	11,518	-	-	17,936
Total	5,498	8,988	6,136	768	11,518	12,195	4,162	49,265

Risk Weights	Q2 2009							Total
	0%	20%	35%	50%	75%	100%	150%	
Total Wholesale portfolios	-	8,654	-	811	-	13,960	4,238	27,663
Corporate (incl SMEs treated as Corporate)	-	-	-	-	-	-	-	-
Sovereign	12,191	-	-	-	-	-	-	12,191
Bank	-	2,804	-	-	-	-	-	2,804
Total Wholesale portfolios	12,191	11,458	-	811	-	13,960	4,238	42,658
Total Retail portfolios	-	-	7,589	-	6,187	-	-	13,776
Retail residential mortgages (including HELOCs)	-	-	-	-	6,113	-	-	6,403
Other retail	290	-	-	-	-	-	-	-
SME treated as retail	-	-	-	-	-	-	-	-
Total Retail portfolios	290	-	7,589	-	12,300	-	-	20,179
Total	12,481	11,458	7,589	811	12,300	13,960	4,238	62,837

Risk Weights	Q1 2009							Total
	0%	20%	35%	50%	75%	100%	150%	
Total Wholesale portfolios	-	11,632	-	917	-	15,261	4,253	32,063
Corporate (incl SMEs treated as Corporate)	-	-	-	-	-	-	-	-
Sovereign	16,182	-	-	-	-	-	-	16,182
Bank	-	3,077	-	-	-	-	-	3,077
Total Wholesale portfolios	16,182	14,709	-	917	-	15,261	4,253	51,322
Total Retail portfolios	-	-	7,964	-	6,302	-	-	14,266
Retail residential mortgages (including HELOCs)	-	-	-	-	6,504	-	-	6,788
Other retail	284	-	-	-	-	-	-	-
SME treated as retail	-	-	-	-	-	-	-	-
Total Retail portfolios	284	-	7,964	-	12,806	-	-	21,054
Total	16,466	14,709	7,964	917	12,806	15,261	4,253	72,376

(1) Exposure amounts are net of all allowances for credit losses. Exposures reflect the risk weights of the guarantors, where applicable.

CORPORATE, SOVEREIGN AND BANK CREDIT EXPOSURE BY RISK CATEGORY UNDER AIRB APPROACH

Corporate Sovereign Bank Exposures (\$ millions)	Q1 2010					Q4 2009					Q3 2009					Q2 2009				
	Total		Total Exposure (\$)	Exposure Weighted Average LGD%	Exposure Weighted Average Risk weight	Total		Total Exposure (\$)	Exposure Weighted Average LGD%	Exposure Weighted Average Risk weight	Total		Total Exposure (\$)	Exposure Weighted Average LGD%	Exposure Weighted Average Risk weight	Total		Total Exposure (\$)	Exposure Weighted Average LGD%	Exposure Weighted Average Risk weight
	Drawn	Undrawn				Drawn	Undrawn				Drawn	Undrawn				Drawn	Undrawn			
Total investment grade	95,123	27,138	122,261	25.36%	15.67%	91,955	27,245	119,200	21.93%	15.73%	89,657	26,853	116,510	24.00%	17.60%	85,392	26,183	111,575	24.16%	18.03%
Non-investment grade	29,580	8,733	38,313	38.43%	69.81%	31,274	9,200	40,474	38.80%	72.23%	32,159	9,983	42,142	40.43%	75.15%	35,719	9,307	45,026	40.22%	76.42%
Watchlist	3,162	819	3,981	38.91%	173.70%	3,412	792	4,204	41.22%	182.51%	3,820	878	4,698	38.86%	172.09%	4,372	728	5,100	39.04%	174.41%
Default	2,095	145	2,240	67.33%	81.03%	2,376	165	2,541	65.55%	115.15%	574	143	717	63.44%	96.18%	2,407	211	2,618	62.19%	88.86%
	129,960	36,835	166,795			129,017	37,402	166,419			126,210	37,857	164,067			127,890	38,429	166,319		

RETAIL CREDIT EXPOSURE BY PORTFOLIO AND RISK CATEGORY UNDER AIRB APPROACH

Residential Mortgages and HELOCs (\$ millions)	Q1 2010					Q4 2009					Q3 2009					Q2 2009				
	Total		Total Exposure (\$)	Exposure Weighted Average LGD%	Exposure Weighted Average Risk weight	Total		Total Exposure (\$)	Exposure Weighted Average LGD%	Exposure Weighted Average Risk weight	Total		Total Exposure (\$)	Exposure Weighted Average LGD%	Exposure Weighted Average Risk weight	Total		Total Exposure (\$)	Exposure Weighted Average LGD%	Exposure Weighted Average Risk weight
	Drawn	Undrawn				Drawn	Undrawn				Drawn	Undrawn				Drawn	Undrawn			
Exceptionally low	13,406	5,741	19,147	22.27%	2.30%	12,867	5,626	18,493	20.08%	1.95%	12,090	5,516	17,606	20.08%	1.95%	11,329	5,313	16,642	20.08%	1.95%
Very low	6,986	-	6,986	14.09%	2.31%	6,203	-	6,203	10.86%	1.93%	6,469	-	6,469	10.86%	1.93%	5,155	-	5,155	10.86%	1.93%
Low	9,126	377	9,503	17.44%	10.76%	8,860	379	9,239	14.98%	8.87%	8,945	362	9,308	14.89%	8.82%	8,376	352	8,728	15.02%	9.00%
Medium	4,419	72	4,491	16.02%	27.65%	4,177	80	4,257	12.74%	20.91%	4,487	76	4,562	12.33%	19.59%	3,956	68	4,024	12.42%	19.95%
High	262	7	269	16.19%	88.24%	300	8	308	12.24%	66.10%	299	6	306	12.07%	65.10%	294	7	301	12.12%	65.25%
Default	149	1	150	15.74%	12.18%	150	2	152	12.35%	8.98%	151	2	152	12.39%	8.61%	146	2	148	12.44%	9.19%
	34,348	6,198	40,546			32,557	6,095	38,652			32,441	5,962	38,403			29,256	5,742	34,998		
Qualifying Revolving Retail (\$ millions)																				
Exceptionally low	594	6,876	7,470	95.57%	2.25%	2,082	9,853	11,935	76.19%	1.90%	2,011	9,530	11,541	75.80%	1.90%	1,910	9,645	11,555	75.94%	1.89%
Very low	1,638	6,584	8,222	69.84%	4.17%	1,618	4,516	6,134	76.64%	4.58%	1,540	4,448	5,988	76.58%	4.59%	1,463	4,429	5,892	76.60%	4.58%
Low	2,723	2,551	5,274	81.14%	15.15%	1,592	2,348	3,940	80.53%	14.59%	1,570	2,398	3,968	80.44%	14.50%	1,549	2,441	3,990	80.23%	14.44%
Medium	2,346	1,175	3,521	84.53%	56.61%	1,729	976	2,705	82.39%	50.07%	1,642	982	2,624	82.38%	50.01%	1,556	1,022	2,578	82.27%	50.12%
High	412	57	469	82.74%	177.43%	303	111	414	82.71%	165.21%	276	111	387	83.00%	165.22%	253	112	365	83.02%	165.39%
Default	32	2	34	59.88%	116.14%	35	3	38	58.81%	229.50%	33	3	36	59.92%	233.80%	32	3	35	58.77%	229.40%
	7,745	17,245	24,990			7,359	17,807	25,166			7,072	17,472	24,544			6,763	17,652	24,415		
Other Retail and Retail SME (\$ millions)																				
Exceptionally low	59	175	234	93.14%	10.20%	396	427	823	69.61%	8.66%	379	409	787	69.62%	8.66%	382	399	781	69.50%	8.63%
Very low	1,970	610	2,580	88.51%	22.95%	1,966	279	2,245	76.52%	17.10%	2,019	288	2,307	76.77%	17.19%	2,002	290	2,292	76.79%	17.20%
Low	5,248	212	5,460	60.45%	35.65%	5,460	192	5,652	58.33%	35.96%	5,244	192	5,436	58.17%	35.91%	4,951	200	5,151	58.02%	35.88%
Medium	5,210	486	5,696	60.88%	67.49%	4,514	977	5,491	58.57%	61.70%	4,470	972	5,442	58.47%	61.85%	4,440	966	5,406	58.41%	62.03%
High	262	9	271	64.83%	129.77%	186	11	197	64.05%	131.50%	161	10	171	64.69%	135.10%	165	12	177	64.86%	133.70%
Default	70	-	70	62.09%	15.24%	69	2	71	58.73%	27.25%	54	2	56	59.55%	19.06%	50	2	52	59.90%	21.17%
	12,819	1,492	14,311			12,591	1,888	14,479			12,327	1,873	14,200			11,970	1,869	13,839		

(1) Figures are adjusted exposure at default amounts (Post Credit Risk Mitigation).

Recap of AIRB and Standardized Portfolios

(\$ millions)																				
Total AIRB wholesale credit exposure by risk ratings	129,960	36,835				129,017	37,402				126,210	37,857				127,890	38,429			
Retail AIRB credit exposure by portfolio and risk ratings																				
Residential mortgages	34,348	6,198				32,557	6,095				32,441	5,962				29,256	5,742			
Qualifying revolving retail	7,745	17,245				7,359	17,807				7,072	17,472				6,763	17,652			
Other retail and Retail SME	12,819	1,492				12,591	1,888				12,327	1,873				11,970	1,869			
Total Standardized portfolio	44,602	2,284				40,882	2,474				43,043	2,619				55,117	2,932			
Total Portfolio	229,474	64,054				222,406	65,666				221,093	65,783				230,996	66,624			

**AIRB Credit Risk Exposure: Loss Experience**

Basel II Asset Classes	Q1 2010		Q4 2009		Q3 2009		Q2 2009	
	Actual loss rate <sup>1,2</sup>	Expected loss rate <sup>1,2</sup>	Actual loss rate <sup>1,2</sup>	Expected loss rate <sup>1,2</sup>	Actual loss rate <sup>1,2</sup>	Expected loss rate <sup>1,2</sup>	Actual loss rate <sup>1,2</sup>	Expected loss rate <sup>1,2</sup>

**Non-retail**

Total Corporate (incl specialized lending and corporate SMEs)	0.48%	1.56%	0.54%	1.06%	0.76%	0.81%	0.76%	0.72%
Sovereign	-	0.04%	-	0.01%	-	0.05%	-	0.06%
Bank	0.16%	0.69%	-	0.26%	0.30%	0.07%	0.22%	0.06%

**Retail**

Residential retail incl. HELOCs	0.06%	0.07%	0.05%	0.05%	0.03%	0.05%	0.02%	0.04%
Other retail incl. SBE	0.60%	1.01%	0.51%	0.72%	0.50%	0.69%	0.43%	0.70%
Qualifying revolving retail	2.94%	2.01%	2.66%	1.57%	2.32%	1.48%	2.03%	1.59%

**1. Non-retail actual and expected loss rates are measured as follows:**

Actual loss rates represents the change in specific allowance plus write-offs less recoveries for the current period and three prior quarters divided by the quarterly average of outstandings for the same period beginning 15 months ago. Expected Loss rates are based on Basel II risk parameters that were in place at the beginning of the applicable four-quarter period defined above. The expected loss rate is measured using Basel II parameters (PDxLGDxEAD) plus Best Estimate of Expected Loss for defaulted assets (BEEL), divided by outstanding balances at the beginning of the applicable four-quarter period.

**2. Retail actual and expected loss rates are measured as follows:**

Actual loss rates represents write-offs net of recoveries for the current and prior three quarters divided by the quarterly average of outstandings for the same period beginning 15 months ago. Expected Loss rates are based on Basel II risk parameters that were in place at the beginning of the applicable four-quarter period defined above. The expected loss rate is measured using Basel II parameters (PDxLGDxEAD) plus Best Estimate of Expected Loss for defaulted assets (BEEL), divided by outstanding balances at the beginning of the applicable four-quarter period.

- For residential mortgages, actual losses also include changes in specific allowances for the applicable four-quarter period.

**Commentary:**
**General**

Expected losses are generally calculated using "through the business cycle" risk parameters while actual losses are determined at a "point in time" and reflects more current economic conditions. "Through the cycle" parameters are conservatively estimated to include a long time horizon and as a result, actual losses may exceed expected losses during an economic downturn and may fall below expected losses during times of economic growth.

**Non Retail:**

Corporate Portfolios – Actual loss rate remained lower than the expected loss rate for Q1, 2010 as internal ratings reflected in EL remained conservative to reflect high borrower default risk in the continued uncertain economic environment. For the Corporate SME portion of the portfolio, actual losses were lower than expected losses throughout the year. This is due to the use of downturn parameters during a time when actual losses were lower than those experienced in previous downturns.

**Banks:**

Actual loss rates continued to be minimal for Q1, 2010. Some provisions previously taken in 2009 and earlier were reversed due to recoveries.

**Retail:**

Actual losses for qualifying revolving retail exposures during the last four quarters are higher than expected losses due to the impact of the recession and the fact that the expected loss rates reported in this schedule were set during a time period when economic conditions were more favourable. The expected loss rates in use for F2010 have been adjusted upwards to reflect the realities of the current retail credit environment.

**CREDIT RISK FINANCIAL MEASURES <sup>(1)</sup>**

	2010	2009	2009	2009	2009	2008	2008	2008	2008	YTD	YTD	Fiscal	Fiscal
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2010	2009	2009	2008

**Diversification Ratios**

<b>Gross Loans And Acceptances</b>													
Consumer	54.9 %	53.9 %	53.1 %	50.6 %	48.9 %	49.0 %	52.3 %	53.1 %	52.5 %				
Commercial and Corporate	45.1 %	46.1 %	46.9 %	49.4 %	51.1 %	51.0 %	47.7 %	46.9 %	47.5 %				
Canada	72.1 %	71.3 %	70.7 %	67.6 %	66.7 %	66.0 %	69.8 %	71.5 %	73.2 %				
United States	22.0 %	22.7 %	23.2 %	26.0 %	27.0 %	27.7 %	24.4 %	24.9 %	23.4 %				
Other Countries	5.9 %	6.0 %	6.1 %	6.4 %	6.3 %	6.3 %	5.8 %	3.6 %	3.4 %				
<b>Net Loans And Acceptances <sup>(2)</sup></b>													
Consumer	55.1 %	54.1 %	53.2 %	50.8 %	49.0 %	49.1 %	52.4 %	53.2 %	52.6 %				
Commercial and Corporate	44.9 %	45.9 %	46.8 %	49.2 %	51.0 %	50.9 %	47.6 %	46.8 %	47.4 %				
Canada	72.4 %	71.7 %	70.9 %	67.9 %	67.0 %	66.2 %	70.0 %	71.6 %	73.4 %				
United States	21.7 %	22.3 %	22.9 %	25.7 %	26.7 %	27.4 %	24.1 %	24.7 %	23.2 %				
Other Countries	5.9 %	6.0 %	6.2 %	6.4 %	6.3 %	6.4 %	5.9 %	3.7 %	3.4 %				

**Coverage Ratios**

<b>Allowance for Credit Losses (ACL)-to-Gross Impaired Loans and Acceptances (GIL)</b>													
Total	62.0 %	57.7 %	61.7 %	61.4 %	65.3 %	73.2 %	83.1 %	73.4 %	91.1 %	62.0 %	65.3 %	57.7 %	73.2 %
Consumer	13.9 %	13.7 %	12.9 %	11.4 %	3.5 %	3.7 %	4.9 %	4.6 %	8.0 %	13.9 %	3.5 %	13.7 %	3.7 %
Commercial and Corporate, excluding Securities Borrowed or Purchased under Resale Agreements	21.1 %	19.1 %	18.0 %	18.6 %	17.9 %	20.7 %	27.9 %	20.3 %	20.4 %	21.1 %	17.9 %	19.1 %	20.7 %
Net write-offs-to-average loans and acceptances	0.18 %	0.17 %	0.19 %	0.14 %	0.24 %	0.20 %	0.19 %	0.04 %	0.05 %	0.18 %	0.24 %	0.7 %	0.5 %

**Condition Ratios**

GIL-to-Gross Loans and Acceptances	1.83 %	1.94 %	1.66 %	1.64 %	1.39 %	1.26 %	1.01 %	1.05 %	0.79 %
GIL-to-Equity and Allowance for Credit Losses	13.11 %	14.06 %	12.75 %	12.95 %	11.91 %	11.34 %	9.09 %	9.54 %	7.46 %
Net Impaired Loans and Acceptances (NIL)-to-Net Loans and Acceptances <sup>(2)</sup>	0.70 %	0.83 %	0.64 %	0.64 %	0.49 %	0.34 %	0.17 %	0.28 %	0.07 %
NIL-to-segmented Net Loans and Acceptances <sup>(2)</sup>									
Consumer	0.61 %	0.58 %	0.54 %	0.54 %	0.50 %	0.42 %	0.33 %	0.29 %	0.21 %
Commercial and Corporate, excluding Securities Borrowed or Purchased under Resale Agreements	2.53 %	2.80 %	2.35 %	2.20 %	1.83 %	1.64 %	1.26 %	1.52 %	1.13 %
Canada	0.07 %	0.10 %	0.10 %	0.14 %	0.13 %	0.08 %	0.00 %	(0.10)%	(0.16)%
United States	2.73 %	3.07 %	2.18 %	2.02 %	1.40 %	0.97 %	0.70 %	1.42 %	0.80 %
Other Countries	1.07 %	1.24 %	1.13 %	0.41 %	0.41 %	0.41 %	0.04 %	0.05 %	0.05 %

**Consumer Loans (Canada)**
**90 Days & Over Delinquency Ratios**

Personal Loans	0.35 %	0.37 %	0.33 %	0.33 %	0.30 %	0.26 %	0.22 %	0.21 %	0.20 %
Credit Card	1.18 %	1.18 %	1.14 %	1.12 %	0.93 %	0.76 %	0.68 %	0.78 %	0.76 %
Mortgages <sup>(3)</sup>	0.64 %	0.66 %	0.67 %	0.68 %	0.60 %	0.46 %	0.39 %	0.36 %	0.29 %
Total Consumer (excluding Government Guaranteed Student Loans) <sup>(3)</sup>	0.59 %	0.61 %	0.60 %	0.60 %	0.53 %	0.42 %	0.36 %	0.35 %	0.30 %
Total Consumer	0.60 %	0.62 %	0.62 %	0.62 %	0.55 %	0.44 %	0.38 %	0.37 %	0.32 %

**Consumer Loans (U.S.) <sup>(4)</sup>**
**90 Days & Over Delinquency Ratios**

Personal Loans	0.84 %	0.69 %	0.64 %	0.60 %	0.50 %	0.36 %	0.42 %	0.37 %	0.40 %
Mortgages <sup>(3)</sup>	3.44 %	2.77 %	2.23 %	1.81 %	1.31 %	0.94 %	0.59 %	0.40 %	0.41 %
Total Consumer	1.79 %	1.47 %	1.27 %	1.08 %	0.82 %	0.59 %	0.49 %	0.38 %	0.41 %

**Consumer Loans (Consolidated)**
**90 Days & Over Delinquency Ratios**

Personal Loans	0.47 %	0.45 %	0.41 %	0.41 %	0.36 %	0.31 %	0.28 %	0.26 %	0.26 %
Credit Card	1.18 %	1.18 %	1.14 %	1.12 %	0.93 %	0.76 %	0.68 %	0.78 %	0.76 %
Mortgages <sup>(3)</sup>	0.87 %	0.85 %	0.81 %	0.79 %	0.67 %	0.51 %	0.41 %	0.36 %	0.30 %
Total Consumer (excluding Government Guaranteed Student Loans) <sup>(3)</sup>	0.74 %	0.72 %	0.69 %	0.68 %	0.58 %	0.46 %	0.38 %	0.35 %	0.31 %
Total Consumer	0.75 %	0.73 %	0.71 %	0.69 %	0.59 %	0.47 %	0.40 %	0.37 %	0.33 %

(1) Segmented credit information by geographic area is based upon the country of ultimate risk.

(2) Aggregate balances are net of specific and general allowances; the consumer, commercial and corporate categories are stated net of specific allowances only.

(3) The Mortgages and Total Consumer (excluding Government Guaranteed Student Loans) delinquency ratios include Household Mortgage balances, previously excluded from the ratio calculations.

(4) Excludes the recent acquisition of the Diners Club North American franchises



**PROVISION FOR CREDIT LOSSES (PCL)  
SEGMENTED INFORMATION (1)**

	2010	2009	2009	2009	2009	2008	2008	2008	2008	YTD	YTD	Fiscal	Fiscal
(\$ millions except as noted)	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2010	2009	2009	2008

**Performance Ratios (Annualized)**

PCL-to-average net loans and acceptances	0.79 %	0.89 %	0.94 %	0.79 %	0.90 %	1.01 %	1.10 %	0.35 %	0.55 %	0.79 %	0.90 %	0.88 %	0.76 %
PCL-to-segmented average net loans and acceptances													
Consumer	0.73 %	0.74 %	0.74 %	0.75 %	0.57 %	0.49 %	0.37 %	0.30 %	0.31 %	0.73 %	0.57 %	0.70 %	0.37 %
Commercial and Corporate	0.86 %	1.06 %	0.88 %	0.84 %	1.22 %	0.88 %	1.68 %	0.41 %	0.51 %	0.86 %	1.22 %	1.00 %	0.88 %
Canada	0.45 %	0.40 %	0.50 %	0.40 %	0.35 %	0.48 %	0.10 %	0.25 %	0.24 %	0.45 %	0.35 %	0.41 %	0.27 %
United States	2.09 %	2.69 %	2.27 %	1.98 %	2.45 %	2.36 %	4.30 %	0.71 %	1.54 %	2.09 %	2.45 %	2.33 %	2.25 %
Other Countries	0.20 %	0.04 %	0.72 %	0.00 %	0.00 %	1.48 %	0.00 %	(0.07)%	0.59 %	0.20 %	0.00 %	0.19 %	0.61 %

**Provision for Credit Losses by Country**

Canada	138	125	154	127	111	155	32	79	74	138	111	517	340
United States	190	260	243	245	317	269	452	73	148	190	317	1,065	942
Other Countries	5	1	20	-	-	41	-	(1)	8	5	-	21	48
Total Provision For Credit Losses	333	386	417	372	428	465	484	151	230	333	428	1,603	1,330

**Specific Provision for Credit Losses by Country (2)**

Canada	138	125	144	127	111	97	87	90	74	138	111	507	348
United States	190	260	193	245	317	177	347	62	88	190	317	1,015	674
Other Countries	5	1	20	-	-	41	-	(1)	8	5	-	21	48
Total Specific Provision for Credit Losses	333	386	357	372	428	315	434	151	170	333	428	1,543	1,070

**Interest Income on Impaired Loans**

Total	(4)	(1)	2	(5)	(2)	(2)	-	(2)	(3)	(4)	(2)	(6)	(7)
-------	-----	-----	---	-----	-----	-----	---	-----	-----	-----	-----	-----	-----

(1) Segmented credit information by geographic area is based upon the country of ultimate risk.

(2) Reported prospectively starting in Q1, 2008.

**PROVISION FOR CREDIT LOSSES  
SEGMENTED INFORMATION**

	Q1	Fiscal	Fiscal
(\$ millions)	2010	2009	2008

**Provision by Product and Industry**

Consumer			
Residential mortgages	6	26	5
Cards	50	174	154
Personal Loans	114	450	178
Total Loans to Consumers	170	650	337
Commercial and Corporate			
Commercial mortgages	27	114	1
Commercial real estate	28	277	254
Construction (non-real estate)	3	31	2
Retail trade	8	7	10
Wholesale trade	2	44	3
Agriculture	4	10	2
Communications	4	3	-
Manufacturing	19	237	132
Mining	-	-	-
Oil and Gas	(2)	7	27
Transportation	8	32	12
Utilities	-	-	-
Forest Products	2	17	5
Service industries	14	50	33
Financial institutions - excluding securities borrowed or purchased under resale agreements	46	62	251
Government	-	1	2
Other	-	1	(1)
Total Commercial and Corporate, excluding Securities Borrowed or Purchased under Resale Agreements	163	893	733
Securities Borrowed or Purchased under Resale Agreements	-	-	-
Total Commercial and Corporate	163	893	733
Total specific provision for credit losses	333	1,543	1,070
General provision	-	60	260
Total Provision for Credit Losses	333	1,603	1,330

YTD	Fiscal	Fiscal
2010	2009	2008

1.8%	1.7%	0.5%
15.0%	11.3%	14.4%
34.3%	29.1%	16.6%
51.1%	42.1%	31.5%
8.1%	7.4%	0.1%
8.4%	18.0%	23.7%
0.9%	2.0%	0.2%
2.4%	0.5%	0.9%
0.6%	2.9%	0.3%
1.2%	0.6%	0.2%
1.2%	0.2%	0.0%
5.7%	15.4%	12.3%
0.0%	0.0%	0.0%
(0.6)%	0.5%	2.5%
2.4%	2.1%	1.1%
0.0%	0.0%	0.0%
0.6%	1.1%	0.5%
4.2%	3.2%	3.1%
0.0%	0.0%	0.0%
13.8%	4.0%	23.7%
0.0%	0.1%	0.2%
0.0%	0.1%	(0.1)%
48.9%	57.9%	68.5%
0.0%	0.0%	0.0%
48.9%	57.9%	68.5%
100.0%	100.0%	100.0%

**WRITE OFFS  
BY INDUSTRY**

(\$ millions)

	Q1	Fiscal
	2010	2010
Consumer Write Offs	193	193
Commercial and Corporate		
Commercial mortgages	35	35
Commercial real estate	37	37
Construction (non-real estate)	2	2
Retail trade	1	1
Wholesale trade	3	3
Agriculture	1	1
Communications	-	-
Manufacturing	15	15
Mining	-	-
Oil and Gas	-	-
Transportation	10	10
Utilities	-	-
Forest Products	2	2
Service industries	7	7
Financial institutions	38	38
Government	-	-
Other	10	10
Total Commercial and Corporate	161	161
Total Write offs	354	354

**WRITE OFFS BY  
GEOGRAPHIC REGION**

	Q1	Fiscal
	2010	2010
Canada	129	129
United States	225	225
Other Countries	-	-
Total	354	354

**GROSS LOANS AND ACCEPTANCES  
BY PRODUCT AND INDUSTRY**

(\$ millions)	2010 Q1	2009 Q4	2009 Q3 (1)	2009 Q2 (1)	2009 Q1 (1)	2008 Q4	2008 Q3	2008 Q2	2008 Q1	MIX Q1	INC/(DEC) VS LAST YEAR	
<b>Consumer</b>												
Residential mortgages (2)	44,106	43,109	46,255	45,489	47,420	46,589	48,924	49,723	50,230	25.7 %	(3,314)	(7.0)%
Cards	3,324	2,574	2,383	2,100	2,105	2,120	3,532	4,338	4,685	1.9 %	1,219	57.9 %
Personal loans	46,813	45,824	44,466	44,316	44,355	43,737	40,292	37,954	34,517	27.3 %	2,458	5.5 %
<b>Total Consumer</b>	<b>94,243</b>	<b>91,507</b>	<b>93,104</b>	<b>91,905</b>	<b>93,880</b>	<b>92,446</b>	<b>92,748</b>	<b>92,015</b>	<b>89,432</b>	<b>54.9 %</b>	<b>363</b>	<b>0.4 %</b>
<b>Commercial and Corporate, excluding Securities Borrowed or Purchased under Resale Agreements</b>												
Commercial mortgages	9,415	9,313	9,767	9,919	10,143	10,121	10,039	10,021	9,302	5.5 %	(728)	(7.2)%
Commercial real estate	7,321	7,152	7,358	7,889	8,413	8,408	7,409	7,421	7,391	4.3 %	(1,092)	(13.0)%
Construction (non-real estate)	1,655	1,802	1,828	1,910	1,802	1,861	1,731	1,452	1,383	1.0 %	(147)	(8.2)%
Retail trade	5,079	4,872	4,792	5,084	5,206	5,275	4,995	5,043	4,785	3.0 %	(127)	(2.4)%
Wholesale trade	2,759	2,882	3,218	3,606	3,633	3,863	3,542	3,571	3,393	1.6 %	(874)	(24.1)%
Agriculture	3,659	3,524	3,569	3,690	3,742	3,778	3,603	3,569	3,569	2.1 %	(83)	(2.2)%
Communications	931	1,041	1,128	1,484	1,495	1,404	1,120	1,238	1,324	0.5 %	(564)	(37.7)%
Manufacturing	6,466	7,135	7,590	9,011	9,509	9,398	8,191	8,095	7,481	3.8 %	(3,043)	(32.0)%
Industrial products	2,094	2,276	2,481	2,861	3,009	3,210	3,011	2,608	2,399	1.2 %	(915)	(30.4)%
Consumer products	2,279	2,591	2,708	3,204	3,541	3,216	2,608	2,568	2,546	1.3 %	(1,262)	(35.6)%
Automotive	368	419	431	509	547	498	461	459	427	0.2 %	(179)	(32.7)%
Other manufacturing	1,725	1,849	1,970	2,437	2,412	2,474	2,111	2,460	2,109	1.0 %	(687)	(28.5)%
Mining	936	1,049	1,267	2,308	3,238	3,256	1,668	1,636	1,630	0.5 %	(2,302)	(71.1)%
Oil and Gas	3,760	4,286	4,744	5,515	6,222	6,224	4,822	5,197	5,501	2.2 %	(2,462)	(39.6)%
Transportation	1,418	1,407	1,828	1,565	1,669	1,796	1,595	1,563	1,543	0.8 %	(251)	(15.0)%
Utilities	985	1,197	1,037	1,280	1,516	1,591	1,235	963	990	0.6 %	(531)	(35.0)%
Forest products	626	718	787	819	914	881	844	898	818	0.4 %	(288)	(31.5)%
Service industries	8,843	8,922	8,945	9,240	9,723	9,636	8,675	8,142	8,230	5.2 %	(880)	(9.1)%
Automotive lease and rental	602	628	613	574	627	633	663	611	627	0.4 %	(25)	(4.0)%
Educational	1,239	1,183	1,220	1,156	1,201	1,178	1,154	1,102	1,125	0.7 %	38	3.2 %
Health care	1,589	1,543	1,586	1,612	1,755	1,657	1,324	1,293	1,315	0.9 %	(166)	(9.5)%
Business and professional services	1,758	1,839	1,871	1,957	2,058	2,146	2,246	1,961	2,071	1.0 %	(300)	(14.6)%
Hospitality and recreation	1,763	1,716	1,772	1,849	1,880	1,870	1,581	1,616	1,550	1.0 %	(117)	(6.2)%
Other	1,892	2,013	1,883	2,092	2,202	2,152	1,707	1,559	1,542	1.1 %	(310)	(14.1)%
Financial institutions	17,930	17,980	19,701	21,171	24,719	23,780	19,484	16,636	16,329	10.5 %	(6,789)	(27.5)%
Government	599	603	636	789	804	867	966	905	932	0.3 %	(205)	(25.5)%
Other	4,906	4,341	4,057	4,290	5,212	4,124	4,709	4,797	6,188	2.8 %	(306)	(5.9)%
<b>Total Commercial and Corporate</b>	<b>77,288</b>	<b>78,224</b>	<b>82,252</b>	<b>89,570</b>	<b>97,960</b>	<b>96,263</b>	<b>84,628</b>	<b>81,147</b>	<b>80,789</b>	<b>45.1 %</b>	<b>(20,672)</b>	<b>(21.1)%</b>
<b>Total Gross Loans and Acceptances</b>	<b>171,531</b>	<b>169,731</b>	<b>175,356</b>	<b>181,475</b>	<b>191,840</b>	<b>188,709</b>	<b>177,376</b>	<b>173,162</b>	<b>170,221</b>	<b>100.0 %</b>	<b>(20,309)</b>	<b>(10.6)%</b>

(1) In Q4, 2009, the industry allocation of impaired loans for US operations was revised to reclassify impairment on commercial mortgages to the commercial mortgages category. Previously commercial mortgages for US operations were classified in applicable industry categories. All quarters in Fiscal 2009 have been restated to reflect this reclassification; periods prior to Fiscal 2009 have not been restated.

(2) Certain residential mortgages have been classified as Commercial and Corporate.

**ALLOWANCES FOR CREDIT LOSSES  
BY PRODUCT AND INDUSTRY**

(\$ millions)	2010 Q1	2009 Q4	2009 Q3 (1)	2009 Q2 (1)	2009 Q1 (1)	2008 Q4	2008 Q3	2008 Q2	2008 Q1	MIX Q1	INC/(DEC) VS LAST YEAR	
<b>Specific Allowances</b>												
<b>Consumer</b>												
Residential mortgages	37	33	29	21	16	13	15	12	15	1.9 %	21	+100.0%
Cards	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
Consumer instalments & other personal loans (2)	56	51	45	43	1	2	1	1	1	2.9 %	55	+100.0%
<b>Total Consumer</b>	<b>93</b>	<b>84</b>	<b>74</b>	<b>64</b>	<b>17</b>	<b>15</b>	<b>16</b>	<b>13</b>	<b>16</b>	<b>4.8 %</b>	<b>76</b>	<b>+100.0%</b>
<b>Commercial and Corporate, excluding Securities Borrowed or Purchased under Resale Agreements</b>												
Commercial mortgages	22	29	23	23	5	-	-	-	-	1.1 %	17	+100.0%
Commercial real estate	67	76	79	76	78	108	84	86	42	3.4 %	(11)	(14.1)%
Construction (non-real estate)	8	7	5	8	4	4	5	4	4	0.4 %	4	100.0 %
Retail trade	15	8	9	6	6	6	10	6	8	0.8 %	9	+100.0 %
Wholesale trade	28	28	21	27	18	14	25	24	21	1.4 %	10	55.6 %
Agriculture	21	19	11	9	9	9	12	12	13	1.1 %	12	+100.0 %
Communications	4	-	-	-	2	-	-	-	-	0.2 %	2	100.0 %
Manufacturing	121	129	120	143	117	108	92	65	44	6.2 %	4	3.4 %
Industrial products	24	28	27	35	28	16	24	9	10	1.2 %	(4)	(14.3)%
Consumer products	29	28	16	41	4	8	18	17	3	1.5 %	25	+100.0%
Automotive	15	17	25	17	10	9	1	1	1	0.8 %	5	50.0 %
Other manufacturing	53	56	52	50	75	75	49	38	30	2.7 %	(22)	(29.3)%
Mining	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
Oil and Gas	7	6	4	29	26	25	27	-	-	0.4 %	(19)	(73.1)%
Transportation	20	21	4	10	8	8	10	10	10	1.0 %	12	+100.0%
Utilities	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
Forest products	22	22	23	7	6	6	6	5	3	1.1 %	16	+100.0%
Service industries	52	43	30	28	24	23	24	20	22	2.7 %	28	+100.0%
Automotive lease and rental	1	1	1	1	1	1	3	2	2	0.1 %	-	0.0 %
Educational	-	-	-	-	-	-	3	-	2	0.0 %	-	0.0 %
Health care	6	6	5	6	6	5	3	2	3	0.3 %	-	0.0 %
Business and professional services	9	9	13	12	12	10	9	8	7	0.5 %	(3)	(25.0)%
Hospitality and recreation	8	6	3	4	3	3	2	4	4	0.4 %	5	+100.0%
Other	28	21	8	5	2	4	4	4	4	1.4 %	26	+100.0%
Financial institutions	121	113	81	71	71	70	89	50	55	6.2 %	50	70.4 %
Government	2	2	3	2	2	2	2	2	-	0.1 %	-	0.0 %
Other	10	9	8	8	14	28	25	28	12	0.8 %	(4)	(28.6)%
<b>Total Commercial and Corporate</b>	<b>520</b>	<b>512</b>	<b>421</b>	<b>447</b>	<b>390</b>	<b>411</b>	<b>411</b>	<b>312</b>	<b>234</b>	<b>26.8 %</b>	<b>130</b>	<b>33.3 %</b>
<b>Total Specific Allowances (3)</b>	<b>613</b>	<b>596</b>	<b>495</b>	<b>511</b>	<b>407</b>	<b>426</b>	<b>427</b>	<b>325</b>	<b>250</b>	<b>31.6 %</b>	<b>206</b>	<b>50.6 %</b>
<b>General allowance</b>	<b>1,330</b>	<b>1,306</b>	<b>1,303</b>	<b>1,314</b>	<b>1,334</b>	<b>1,321</b>	<b>1,067</b>	<b>1,011</b>	<b>977</b>	<b>68.4 %</b>	<b>(4)</b>	<b>(0.3)%</b>
<b>Total Allowance for Credit Losses</b>	<b>1,943</b>	<b>1,902</b>	<b>1,798</b>	<b>1,825</b>	<b>1,741</b>	<b>1,747</b>	<b>1,494</b>	<b>1,336</b>	<b>1,227</b>	<b>100.0 %</b>	<b>202</b>	<b>11.6 %</b>

(1) In Q4, 2009, the industry allocation of impaired loans for US operations was revised to reclassify impairment on commercial mortgages to the commercial mortgages category. Previously commercial mortgages for US operations were classified in applicable industry categories. All quarters in Fiscal 2009 have been restated to reflect this reclassification; periods prior to Fiscal 2009 have not been restated.

(2) The specific allowance in Q2, 2009 includes a one time charge to PCL to apply a specific allowance to consumer loans for which facility-specific provisions are not taken. This specific allowance represents a methodology refinement and not new losses.

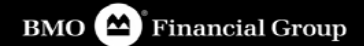
(3) Excludes specific allowances related to other credit instruments.

**NET LOANS AND ACCEPTANCES  
BY PRODUCT AND INDUSTRY**

(\$ millions)	2010 Q1	2009 Q4	2009 Q3 (1)	2009 Q2 (1)	2009 Q1 (1)	2008 Q4	2008 Q3	2008 Q2	2008 Q1	MIX Q1	INC/(DEC) VS LAST YEAR	
<b>Consumer</b>												
Residential mortgages	44,069	43,076	46,226	45,468	47,404	46,576	48,909	49,711	50,215	26.0 %	(3,335)	(7.0)%
Cards	3,324	2,574	2,383	2,100	2,105	2,120	3,532	4,338	4,685	2.0 %	1,219	57.9 %
Consumer instalments & other personal loans	46,757	45,773	44,421	44,273	44,354	43,735	40,291	37,953	34,516	27.5 %	2,403	5.4 %
<b>Total Consumer</b>	<b>94,150</b>	<b>91,423</b>	<b>93,030</b>	<b>91,841</b>	<b>93,863</b>	<b>92,431</b>	<b>92,732</b>	<b>92,002</b>	<b>89,416</b>	<b>55.5 %</b>	<b>287</b>	<b>0.3 %</b>
<b>Commercial and Corporate, excluding Securities Borrowed or Purchased under Resale Agreements</b>												
Commercial mortgages	9,393	9,284	9,744	9,896	10,138	10,121	10,039	10,021	9,302	5.5 %	(745)	(7.3)%
Commercial real estate	7,254	7,076	7,279	7,813	8,335	8,300	7,325	7,335	7,349	4.3 %	(1,081)	(13.0)%
Construction (non-real estate)	1,647	1,795	1,823	1,902	1,798	1,857	1,726	1,448	1,379	1.0 %	(151)	(8.4)%
Retail trade	5,064	4,864	4,783	5,078	5,200	5,269	4,985	5,037	4,777	3.0 %	(136)	(2.6)%
Wholesale trade	2,731	2,854	3,197	3,579	3,615	3,849	3,517	3,547	3,372	1.6 %	(884)	(24.5)%
Agriculture	3,638	3,505	3,558	3,681	3,733	3,769	3,591	3,557	3,556	2.1 %	(95)	(2.5)%
Communications	927	1,041	1,128	1,484	1,493	1,404	1,120	1,238	1,324	0.5 %	(566)	(37.9)%
Manufacturing	6,345	7,006	7,470	8,868	9,392	9,290	8,099	8,030	7,437	3.7 %	(3,047)	(32.4)%
Industrial products	2,070	2,248	2,454	2,826	2,981	3,194	2,987	2,599	2,389	1.2 %	(911)	(30.6)%
Consumer products	2,250	2,563	2,692	3,163	3,537	3,208	2,590	2,551	2,543	1.3 %	(1,287)	(36.4)%
Automotive	353	402	406	492	537	489	460	458	426	0.2 %	(184)	(34.3)%
Other manufacturing	1,672	1,793	1,918	2,387	2,337	2,399	2,062	2,422	2,079	1.0 %	(665)	(28.5)%
Mining	936	1,049	1,267	2,308	3,238	3,256	1,668	1,636	1,630	0.6 %	(2,302)	(71.1)%
Oil and Gas	3,753	4,280	4,740	5,486	6,196	6,199	4,795	5,197	5,501	2.2 %	(2,443)	(39.4)%
Transportation	1,398	1,386	1,824	1,555	1,661	1,788	1,585	1,553	1,533	0.8 %	(263)	(15.8)%
Utilities	985	1,197	1,037	1,280	1,516	1,591	1,235	963	990	0.6 %	(531)	(35.0)%
Forest products	604	696	764	812	908	875	838	893	815	0.4 %	(304)	(33.5)%
Service industries	8,791	8,879	8,915	9,212	9,699	9,613	8,651	8,122	8,208	5.2 %	(908)	(9.4)%
Automotive lease and rental	601	627	612	573	626	632	660	609	625	0.4 %	(25)	(4.0)%
Educational	1,239	1,183	1,220	1,156	1,201	1,178	1,151	1,102	1,123	0.7 %	38	3.2 %
Health care	1,583	1,537	1,581	1,606	1,749	1,652	1,321	1,291	1,312	0.9 %	(166)	(9.5)%
Business and professional services	1,749	1,830	1,858	1,945	2,046	2,136	2,237	1,953	2,064	1.0 %	(297)	(14.5)%
Hospitality and recreation	1,755	1,710	1,769	1,845	1,877	1,867	1,579	1,612	1,546	1.0 %	(122)	(6.5)%
Other	1,864	1,992	1,875	2,087	2,200	2,148	1,703	1,555	1,538	1.2 %	(336)	(15.3)%
Financial institutions	17,809	17,867	19,620	21,100	24,648	23,710	19,395	16,586	16,274	10.5 %	(6,839)	(27.7)%
Government	597	601	633	787	802	865	964	903	932	0.4 %	(205)	(25.6)%
Other	4,896	4,332	4,049	4,282	5,198	4,096	4,684	4,769	6,176	2.9 %	(302)	(5.8)%
<b>Total Commercial and Corporate</b>	<b>76,768</b>	<b>77,712</b>	<b>81,831</b>	<b>89,123</b>	<b>97,570</b>	<b>95,852</b>	<b>84,217</b>	<b>80,835</b>	<b>80,555</b>	<b>45.3 %</b>	<b>(20,802)</b>	<b>(21.3)%</b>
<b>Loans and Acceptances, Net of Specific Allowances</b>	<b>170,918</b>	<b>169,135</b>	<b>174,861</b>	<b>180,964</b>	<b>191,433</b>	<b>188,283</b>	<b>176,949</b>	<b>172,837</b>	<b>169,971</b>	<b>100.8 %</b>	<b>(20,515)</b>	<b>(10.7)%</b>
General allowance	(1,330)	(1,306)	(1,303)	(1,314)	(1,334)	(1,321)	(1,067)	(1,011)	(977)	(0.8)%	(4)	(0.3)%
<b>Total Net Loans and Acceptances</b>	<b>169,588</b>	<b>167,829</b>	<b>173,558</b>	<b>179,650</b>	<b>190,099</b>	<b>186,962</b>	<b>175,882</b>	<b>171,826</b>	<b>168,994</b>	<b>100.0 %</b>	<b>(20,511)</b>	<b>(10.8)%</b>

(1) In Q4, 2009, the industry allocation of impaired loans for US operations was revised to reclassify impairment on commercial mortgages to the commercial mortgages category. Previously commercial mortgages for US operations were classified in applicable industry categories. All quarters in Fiscal 2009 have been restated to reflect this reclassification; periods prior to Fiscal 2009 have not been restated.

**GROSS IMPAIRED LOANS  
AND ACCEPTANCES  
BY PRODUCT AND INDUSTRY <sup>(1)</sup>**



(\$ millions)	2010 Q1	2009 Q4	2009 Q3 (2)	2009 Q2 (2)	2009 Q1 (2)	2008 Q4	2008 Q3	2008 Q2	2008 Q1	% <sup>(1)</sup> Q1	INC/(DEC) VS LAST YEAR
Consumer											
Residential mortgages	260	269	278	287	279	224	189	173	139	0.6 %	(19) (6.8)%
Consumer instalments & other personal loans	408	342	295	276	211	182	137	108	62	0.8 %	197 93.4 %
<b>Total Consumer</b>	<b>668</b>	<b>611</b>	<b>573</b>	<b>563</b>	<b>490</b>	<b>406</b>	<b>326</b>	<b>281</b>	<b>201</b>	<b>0.7 %</b>	<b>178 36.3 %</b>
Commercial and Corporate, excluding											
Securities Borrowed or Purchased under Resale Agreements											
Commercial mortgages	419	539	469	414	304	38	33	44	40	4.5 %	115 37.8 %
Commercial real estate	652	618	607	706	589	568	345	394	167	8.9 %	63 10.7 %
Construction (non-real estate)	26	16	14	17	19	19	17	11	10	1.6 %	7 36.8 %
Retail trade	77	48	33	44	43	47	23	19	17	1.5 %	34 79.1 %
Wholesale trade	71	76	69	82	73	65	47	37	38	2.6 %	(2) (2.7)%
Agriculture	94	119	113	100	98	82	49	45	41	2.6 %	(4) (4.1)%
Communications	17	-	-	-	4	-	1	1	-	1.8 %	13 +100.0%
Manufacturing	308	381	369	477	451	383	290	194	160	4.8 %	(143) (31.7)%
Industrial products	82	118	79	114	109	91	108	29	30	3.9 %	(27) (24.8)%
Consumer products	60	72	99	151	169	72	45	46	37	2.6 %	(109) (64.5)%
Automotive	26	32	36	42	42	40	30	3	1	7.1 %	(16) (38.1)%
Other manufacturing	140	159	155	170	131	180	107	116	92	8.1 %	9 6.9 %
Mining	-	-	-	-	-	-	-	-	-	0.0 %	- 0.0 %
Oil and Gas	9	50	48	77	74	72	62	-	-	0.2 %	(65) (87.8)%
Transportation	62	63	14	24	24	35	39	47	43	4.4 %	38 +100.0%
Utilities	-	-	-	-	-	1	1	-	-	0.0 %	- 0.0 %
Forest products	87	85	81	29	30	22	13	12	7	13.9 %	57 +100.0%
Service industries	184	185	133	123	112	116	98	95	82	2.1 %	72 64.3 %
Automotive lease and rental	1	1	1	1	1	1	2	5	11	0.2 %	- 0.0 %
Educational	2	2	2	5	6	7	14	14	8	0.2 %	(4) (66.7)%
Health care	18	17	20	21	23	21	14	14	14	1.1 %	(5) (21.7)%
Business and professional services	48	28	29	41	31	26	22	12	10	2.7 %	17 54.8 %
Hospitality and recreation	36	35	18	20	18	16	11	19	17	2.0 %	18 100.0 %
Other	79	102	63	35	33	45	35	31	22	4.2 %	46 +100.0%
Financial institutions	447	476	360	299	323	314	309	462	489	2.5 %	124 38.4 %
Government	2	2	3	3	5	5	5	5	5	0.3 %	(3) (60.0)%
Other	11	28	27	14	27	214	140	173	47	0.2 %	(16) (59.3)%
<b>Total Commercial and Corporate</b>	<b>2,466</b>	<b>2,686</b>	<b>2,340</b>	<b>2,409</b>	<b>2,176</b>	<b>1,981</b>	<b>1,472</b>	<b>1,539</b>	<b>1,146</b>	<b>3.2 %</b>	<b>290 13.3 %</b>
<b>Total Gross Impaired Loans and Acceptances</b>	<b>3,134</b>	<b>3,297</b>	<b>2,913</b>	<b>2,972</b>	<b>2,666</b>	<b>2,387</b>	<b>1,798</b>	<b>1,820</b>	<b>1,347</b>	<b>1.8 %</b>	<b>468 17.6 %</b>

(1) Based on Gross Loans & Acceptances by Product and Industry.

(2) In Q4, 2009, the industry allocation of impaired loans for US operations was revised to reclassify impairment on commercial mortgages to the commercial mortgages category. Previously commercial mortgages for US operations were classified in applicable industry categories. All quarters in Fiscal 2009 have been restated to reflect this reclassification; periods prior to Fiscal 2009 have not been restated.

**NET IMPAIRED LOANS  
AND ACCEPTANCES**

**BY PRODUCT AND INDUSTRY<sup>(1)</sup>**

(\$ millions)	2010 Q1	2009 Q4	2009 Q3 (2)	2009 Q2 (2)	2009 Q1 (2)	2008 Q4	2008 Q3	2008 Q2	2008 Q1	% <sup>(1)</sup> Q1	INC/(DEC) VS LAST YEAR
<b>Consumer</b>											
Residential mortgages	223	236	249	266	263	211	174	161	124	0.5 %	(40) (15.2)%
Consumer instalments & other personal loans	352	291	250	233	210	180	136	107	61	0.7 %	142 67.6 %
<b>Total Consumer</b>	<b>575</b>	<b>527</b>	<b>499</b>	<b>499</b>	<b>473</b>	<b>391</b>	<b>310</b>	<b>268</b>	<b>185</b>	<b>0.6 %</b>	<b>102 21.6 %</b>
<b>Commercial and Corporate, excluding Securities Borrowed or Purchased under Resale Agreements</b>											
Commercial mortgages	397	510	446	391	299	38	33	44	40	4.2 %	98 32.8 %
Commercial real estate	585	542	528	630	511	460	261	308	125	8.1 %	74 14.5 %
Construction (non-real estate)	18	9	9	9	15	15	12	7	6	1.1 %	3 20.0 %
Retail trade	62	40	24	38	37	41	13	13	9	1.2 %	25 67.6 %
Wholesale trade	43	48	48	55	55	51	22	13	17	1.6 %	(12) (21.8)%
Agriculture	73	100	102	91	89	73	37	33	28	2.0 %	(16) (18.0)%
Communications	13	-	-	-	2	-	1	1	-	1.4 %	11 +100.0%
Manufacturing	187	252	249	334	334	275	198	129	116	2.9 %	(147) (44.0)%
Industrial products	58	90	52	79	81	75	84	20	20	2.8 %	(23) (28.4)%
Consumer products	31	44	83	110	165	64	27	29	34	1.4 %	(134) (81.2)%
Automotive	11	15	11	25	32	31	29	2	-	3.1 %	(21) (65.6)%
Other manufacturing	87	103	103	120	56	105	58	78	62	5.2 %	31 55.4 %
Mining	-	-	-	-	-	-	-	-	-	0.0 %	- +100.0%
Oil and Gas	2	44	44	48	48	47	35	-	-	0.1 %	(46) (95.8)%
Transportation	42	42	10	14	16	27	29	37	33	3.0 %	26 +100.0%
Utilities	-	-	-	-	-	1	1	-	-	0.0 %	- 0.0 %
Forest products	65	63	58	22	24	16	7	7	4	10.8 %	41 +100.0%
Service industries	132	142	103	95	88	93	74	75	60	1.5 %	44 50.0 %
Automotive lease and rental	-	-	-	-	-	-	(1)	3	9	0.0 %	- 0.0 %
Educational	2	2	2	5	6	7	11	14	6	0.2 %	(4) (66.7)%
Health care	12	11	15	15	17	16	11	12	11	0.8 %	(5) (29.4)%
Business and professional services	39	19	16	29	19	16	13	4	3	2.2 %	20 +100.0%
Hospitality and recreation	28	29	15	16	15	13	9	15	13	1.6 %	13 86.7 %
Other	51	81	55	30	31	41	31	27	18	2.7 %	20 64.5 %
Financial institutions	326	363	279	228	252	244	220	412	434	1.8 %	74 29.4 %
Government	-	-	-	1	3	3	3	3	5	0.0 %	(3) (100.0)%
Other	1	19	19	6	13	186	115	145	35	0.0 %	(12) (92.3)%
<b>Total Commercial and Corporate</b>	<b>1,946</b>	<b>2,174</b>	<b>1,919</b>	<b>1,962</b>	<b>1,786</b>	<b>1,570</b>	<b>1,061</b>	<b>1,227</b>	<b>912</b>	<b>2.5 %</b>	<b>160 9.0 %</b>
<b>Total Impaired Loans and Acceptances, Net of Specific Allowances</b>	<b>2,521</b>	<b>2,701</b>	<b>2,418</b>	<b>2,461</b>	<b>2,259</b>	<b>1,961</b>	<b>1,371</b>	<b>1,495</b>	<b>1,097</b>	<b>1.5 %</b>	<b>262 11.6 %</b>
General allowance	(1,330)	(1,306)	(1,303)	(1,314)	(1,334)	(1,321)	(1,067)	(1,011)	(977)	100.0 %	(4) (0.3)%
<b>Total Net Impaired Loans and Acceptances</b>	<b>1,191</b>	<b>1,395</b>	<b>1,115</b>	<b>1,147</b>	<b>925</b>	<b>640</b>	<b>304</b>	<b>484</b>	<b>120</b>	<b>0.7 %</b>	<b>266 28.8 %</b>

(1) Based on Net Loans & Acceptances by Product and Industry.

(2) In Q4, 2009, the industry allocation of impaired loans for US operations was revised to reclassify impairment on commercial mortgages to the commercial mortgages category. Previously commercial mortgages for US operations were classified in applicable industry categories. All quarters in Fiscal 2009 have been restated to reflect this reclassification; periods prior to Fiscal 2009 have not been restated.

**LOANS AND ACCEPTANCES  
BY GEOGRAPHIC AREA <sup>(1)</sup>**

(\$ millions)

	2010 Q1	2009 Q4	2009 Q3	2009 Q2	2009 Q1	2008 Q4	2008 Q3	2008 Q2	2008 Q1	MIX Q1	INC/(DEC) VS LAST YEAR
--	------------	------------	------------	------------	------------	------------	------------	------------	------------	-----------	---------------------------

**Gross Loans and Acceptances**

Canada	123,674	121,089	123,965	122,644	128,112	124,517	123,779	123,821	124,671	72.1 %	(4,438)	(3.5)%
United States	37,737	38,491	40,646	47,261	51,701	52,274	43,225	43,055	39,750	22.0 %	(13,964)	(27.0)%
Other Countries	10,120	10,151	10,745	11,570	12,027	11,918	10,372	6,286	5,800	5.9 %	(1,907)	(15.9)%
Africa & Middle East	469	456	470	591	594	634	702	592	494	0.3 %	(125)	(21.0)%
Asia	930	347	276	371	486	1,142	1,397	1,262	1,159	0.5 %	444	91.4 %
Europe	898	1,092	1,313	2,109	2,483	3,042	2,891	3,012	2,935	0.5 %	(1,585)	(63.8)%
Latin America & Caribbean	7,823	8,256	8,686	8,499	8,464	7,100	5,382	1,420	1,212	4.6 %	(641)	(7.6)%
<b>Total Gross Loans and Acceptances</b>	<b>171,531</b>	<b>169,731</b>	<b>175,356</b>	<b>181,475</b>	<b>191,840</b>	<b>188,709</b>	<b>177,376</b>	<b>173,162</b>	<b>170,221</b>	<b>100.0 %</b>	<b>(20,309)</b>	<b>(10.6)%</b>

**Specific Allowance**

Canada	(267)	(241)	(224)	(189)	(146)	(129)	(167)	(142)	(118)
United States	(284)	(294)	(218)	(281)	(219)	(256)	(260)	(175)	(124)
Other Countries	(62)	(61)	(53)	(41)	(42)	(41)	-	(8)	(8)

**Net Loans and Acceptances**

Canada	123,407	120,848	123,741	122,455	127,966	124,388	123,612	123,679	124,553	72.8 %	(4,559)	(3.6)%
United States	37,453	38,197	40,428	46,980	51,482	52,018	42,965	42,880	39,626	22.1 %	(14,029)	(27.3)%
Other Countries	10,058	10,090	10,692	11,529	11,985	11,877	10,372	6,278	5,792	5.9 %	(1,927)	(16.1)%
Africa & Middle East	458	451	470	591	594	634	702	592	494	0.3 %	(136)	(22.9)%
Asia	930	347	276	371	486	1,142	1,397	1,262	1,159	0.5 %	444	91.4 %
Europe	847	1,036	1,260	2,068	2,441	3,001	2,891	3,004	2,927	0.5 %	(1,594)	(65.3)%
Latin America & Caribbean	7,823	8,256	8,686	8,499	8,464	7,100	5,382	1,420	1,212	4.6 %	(641)	(7.6)%
<b>Total Loans and Acceptances, net of specific allowances</b>	<b>170,918</b>	<b>169,135</b>	<b>174,861</b>	<b>180,964</b>	<b>191,433</b>	<b>188,283</b>	<b>176,949</b>	<b>172,837</b>	<b>169,971</b>	<b>100.8 %</b>	<b>(20,515)</b>	<b>(10.7)%</b>
<b>General Allowance</b>												
Canada	(594)	(589)	(589)	(579)	(579)	(579)	(521)	(576)	(587)	(0.4)%	15	2.6 %
United States	(736)	(717)	(714)	(735)	(755)	(742)	(546)	(435)	(390)	(0.4)%	(19)	(2.5)%
<b>Total Net Loans and Acceptances</b>	<b>169,588</b>	<b>167,829</b>	<b>173,558</b>	<b>179,650</b>	<b>190,099</b>	<b>186,962</b>	<b>175,882</b>	<b>171,826</b>	<b>168,994</b>	<b>100.0 %</b>	<b>(20,511)</b>	<b>(10.8)%</b>

**Gross Impaired Loans and Acceptances**

Canada	941	950	941	935	889	803	691	597	508
United States	2,023	2,161	1,798	1,949	1,686	1,494	1,103	1,212	828
Other Countries	170	186	174	88	91	90	4	11	11
Africa & Middle East	53	54	32	-	-	-	-	-	-
Asia	4	4	4	4	5	5	4	4	4
Europe	113	128	138	84	86	85	-	7	7
Latin America & Caribbean	-	-	-	-	-	-	-	-	-
<b>Total Gross Impaired Loans and Acceptances</b>	<b>3,134</b>	<b>3,297</b>	<b>2,913</b>	<b>2,972</b>	<b>2,666</b>	<b>2,387</b>	<b>1,798</b>	<b>1,820</b>	<b>1,347</b>

**Net Impaired Loans and Acceptances**

Canada	674	709	717	746	743	674	524	455	390
United States	1,739	1,867	1,580	1,668	1,467	1,238	843	1,037	704
Other Countries	108	125	121	47	49	49	4	3	3
Africa & Middle East	42	49	32	-	-	-	-	-	-
Asia	4	4	4	4	5	5	4	4	4
Europe	62	72	85	43	44	44	-	(1)	(1)
Latin America & Caribbean	-	-	-	-	-	-	-	-	-
<b>Total Impaired Loans and Acceptances, net of specific allowances</b>	<b>2,521</b>	<b>2,701</b>	<b>2,418</b>	<b>2,461</b>	<b>2,259</b>	<b>1,961</b>	<b>1,371</b>	<b>1,495</b>	<b>1,097</b>
<b>General Allowance</b>									
Canada	(594)	(589)	(589)	(579)	(579)	(579)	(521)	(576)	(587)
United States	(736)	(717)	(714)	(735)	(755)	(742)	(546)	(435)	(390)
<b>Total Net Impaired Loans and Acceptances</b>	<b>1,191</b>	<b>1,395</b>	<b>1,115</b>	<b>1,147</b>	<b>925</b>	<b>640</b>	<b>304</b>	<b>484</b>	<b>120</b>

(1) Segmented credit information by geographic area is based upon the country of ultimate risk.

**CHANGES IN ALLOWANCES  
FOR CREDIT LOSSES (ACL)**

	2010	2009	2009	2009	2009	2008	2008	2008	2008	YTD	YTD	Fiscal	Fiscal
(\$ millions)	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2010	2009	2009	2008
Balance at beginning of period	1,902	1,803	1,825	1,741	1,747	1,494	1,336	1,227	1,055	1,902	1,747	1,747	1,055
Provision for credit losses	333	386	417	372	428	465	484	151	230	333	428	1,603	1,330
Recoveries	45	42	35	32	36	23	34	35	22	45	36	145	114
Write-offs	(354)	(335)	(375)	(291)	(491)	(387)	(369)	(112)	(102)	(354)	(491)	(1,492)	(970)
Other, including foreign exchange rate changes	17	6	(99)	(29)	21	152	9	35	22	17	21	(101)	218
Allowances at end of period	1,943	1,902	1,803	1,825	1,741	1,747	1,494	1,336	1,227	1,943	1,741	1,902	1,747
Total Allowance comprised of : Loans	-	-	1,798	-	-	-	-	-	-	-	-	-	-
Other Credit Instruments	-	-	5	-	-	-	-	-	-	-	-	-	-

**Allocation of Recoveries by Market**

Consumer	32	27	27	22	28	21	24	27	19	32	28	104	91
Commercial and Corporate	13	15	8	10	8	2	10	8	3	13	8	41	23

**Allocation of Write-offs by Market**

Consumer	193	189	188	150	158	137	106	98	87	193	158	685	428
Commercial and Corporate	161	146	187	141	333	250	263	14	15	161	333	807	542

**CHANGES IN IMPAIRED LOANS  
AND ACCEPTANCES**

	2010	2009	2009	2009	2009	2008	2008	2008	2008	YTD	YTD	Fiscal	Fiscal
(\$ millions)	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2010	2009	2009	2008
<b>Total Impaired Loans and Acceptances</b>													
GIL, Beginning of Period	3,297	2,913	2,972	2,666	2,387	1,798	1,820	1,347	720	3,297	2,387	2,387	720
Additions to impaired loans & acceptances (formations)	456	735	549	694	712	806	438	554	708	456	712	2,690	2,506
Reductions in impaired loans & acceptances (1)	(265)	(16)	(233)	(97)	58	170	(91)	31	21	(265)	58	(288)	131
Net new additions (reductions)	191	719	316	597	770	976	347	585	729	191	770	2,402	2,637
Write-offs	(354)	(335)	(375)	(291)	(491)	(387)	(369)	(112)	(102)	(354)	(491)	(1,492)	(970)
GIL, End of Period	3,134	3,297	2,913	2,972	2,666	2,387	1,798	1,820	1,347	3,134	2,666	3,297	2,387
ACL, Beginning of Period (2)	1,902	1,798	1,825	1,741	1,747	1,494	1,336	1,227	1,055	1,902	1,747	1,747	1,055
Increase / (Decrease) - specific allowance (2)	371	436	359	395	472	386	471	187	195	371	472	1,662	1,239
Increase / (Decrease) - general allowance	24	3	(11)	(20)	13	254	56	34	79	24	13	(15)	423
Write - offs	(354)	(335)	(375)	(291)	(491)	(387)	(369)	(112)	(102)	(354)	(491)	(1,492)	(970)
ACL, End of Period (2)	1,943	1,902	1,798	1,825	1,741	1,747	1,494	1,336	1,227	1,943	1,741	1,902	1,747
NIL, Beginning of Period	1,395	1,115	1,147	925	640	304	484	120	(335)	1,395	640	640	(335)
Change in gross impaired loans	(163)	384	(59)	306	279	589	(22)	473	627	(163)	279	910	1,667
Change in allowance for credit losses	(41)	(104)	27	(84)	6	(253)	(158)	(109)	(172)	(41)	6	(155)	(692)
NIL, End of Period	1,191	1,395	1,115	1,147	925	640	304	484	120	1,191	925	1,395	640

(1) Includes impaired amounts returned to performing status, loan sales, repayments, the impact of foreign exchange fluctuations and offsets for consumer write-offs which have not been recognized in formations (please refer to the "Allocation of Write-offs by Market" table above for the consumer write-offs).

(2) Excludes ACL for other credit instruments exposure in excess of impaired loans.



DERIVATIVE INSTRUMENTS (\$ millions)	As at January 31, 2010				As at October 31, 2009				As at July 31, 2009				As at April 30, 2009			
	Notional Amount	Replacement Cost	Credit risk Equivalent	BASEL II Risk-weighted Assets (1)	Notional Amount	Replacement Cost	Credit risk Equivalent	BASEL II Risk-weighted Assets (1)	Notional Amount	Replacement Cost	Credit risk Equivalent	BASEL II Risk-weighted Assets (1)	Notional Amount	Replacement Cost	Credit risk Equivalent	BASEL II Risk-weighted Assets (1)
<b>Interest Rate Contracts</b>																
Over-the-counter																
Swaps	1,457,702	27,090	32,584		1,368,827	28,122	33,730		1,564,669	35,381	43,442		1,654,754	49,701	56,864	
Forward rate agreements	277,701	111	127		385,463	231	239		576,950	307	310		601,804	268	268	
Purchased options	47,561	1,505	1,720		54,407	1,710	1,945		59,142	1,743	1,983		73,183	2,102	2,384	
Written options	62,150	-	-		74,923	-	-		76,786	-	-		83,817	-	-	
	1,845,114	28,706	34,431	3,516	1,883,620	30,063	35,914	3,631	2,277,547	37,431	45,735	3,372	2,413,558	52,071	59,516	4,807
Exchange traded																
Futures	69,498	-	-		75,761	-	-		75,169	-	-		85,084	-	-	
Purchased options	66,052	-	-		47,580	-	-		40,750	-	-		37,041	-	-	
Written options	58,041	-	-		38,887	-	-		33,855	-	-		29,209	-	-	
	193,591	-	-		162,228	-	-		149,774	-	-		151,334	-	-	
<b>Total Interest Rate Contracts</b>	<b>2,038,705</b>	<b>28,706</b>	<b>34,431</b>	<b>3,516</b>	<b>2,045,848</b>	<b>30,063</b>	<b>35,914</b>	<b>3,631</b>	<b>2,427,321</b>	<b>37,431</b>	<b>45,735</b>	<b>3,372</b>	<b>2,564,892</b>	<b>52,071</b>	<b>59,516</b>	<b>4,807</b>
<b>Foreign Exchange Contracts</b>																
Over-the-counter																
Cross-currency swaps	29,777	1,365	2,892		29,988	1,542	2,994		24,305	1,374	2,684		24,589	1,357	2,703	
Cross-currency interest rate swaps	161,448	4,091	12,076		155,297	3,662	11,441		147,166	5,748	13,022		146,754	5,418	12,800	
Forward foreign exchange contracts	211,213	4,749	7,297		229,829	3,948	6,695		219,530	4,718	7,343		210,118	3,630	6,401	
Purchased options	7,456	157	281		6,459	171	284		6,168	160	286		9,022	198	320	
Written options	11,568	-	-		10,840	-	-		9,412	-	-		10,733	-	-	
	421,462	10,362	22,546	2,508	432,413	9,323	21,414	2,340	406,581	12,000	23,335	2,840	401,216	10,603	22,224	2,713
Exchange traded																
Futures	548	-	-		377	-	-		348	-	-		193	-	-	
Purchased options	9,727	-	-		8,185	-	-		6,847	-	-		4,471	-	-	
Written options	2,505	-	-		794	-	-		2,419	-	-		3,597	-	-	
	12,780	-	-		9,356	-	-		9,614	-	-		8,261	-	-	
<b>Total Foreign Exchange Contracts</b>	<b>434,242</b>	<b>10,362</b>	<b>22,546</b>	<b>2,508</b>	<b>441,769</b>	<b>9,323</b>	<b>21,414</b>	<b>2,340</b>	<b>416,195</b>	<b>12,000</b>	<b>23,335</b>	<b>2,840</b>	<b>409,477</b>	<b>10,603</b>	<b>22,224</b>	<b>2,713</b>
<b>Commodity Contracts</b>																
Over-the-counter																
Swaps	20,981	1,338	4,151		23,019	1,500	4,915		26,556	1,849	6,059		32,750	2,523	8,143	
Purchased options	12,313	499	2,256		13,749	829	2,855		17,092	1,159	3,781		21,830	1,710	5,224	
Written options	9,767	-	-		11,486	-	-		14,723	-	-		19,640	-	-	
	43,061	1,837	6,407	881	48,254	2,329	7,770	1,232	58,371	3,008	9,840	1,395	74,220	4,233	13,367	1,856
Exchange traded																
Futures	23,535	-	-		24,078	-	-		24,223	-	-		27,427	-	-	
Purchased options	48,130	-	-		55,716	-	-		62,956	-	-		77,870	-	-	
Written options	50,949	-	-		58,686	-	-		65,825	-	-		80,138	-	-	
	122,614	-	-		138,480	-	-		153,004	-	-		185,435	-	-	
<b>Total Commodity Contracts</b>	<b>165,675</b>	<b>1,837</b>	<b>6,407</b>	<b>881</b>	<b>186,734</b>	<b>2,329</b>	<b>7,770</b>	<b>1,232</b>	<b>211,375</b>	<b>3,008</b>	<b>9,840</b>	<b>1,395</b>	<b>259,655</b>	<b>4,233</b>	<b>13,367</b>	<b>1,856</b>
<b>Equity Contracts</b>																
Over-the-counter																
Swaps	19,189	1,163	2,198		18,359	1,365	1,945		16,824	1,066	1,594		15,486	963	1,401	
Exchange traded	10,650	-	-		10,511	-	-		11,862	-	-		12,539	-	-	
	29,839	1,163	2,198	358	28,870	1,365	1,945	235	28,686	1,066	1,594	206	28,025	963	1,401	232
<b>Total Equity Contracts (2)</b>	<b>29,839</b>	<b>1,163</b>	<b>2,198</b>	<b>358</b>	<b>28,870</b>	<b>1,365</b>	<b>1,945</b>	<b>235</b>	<b>28,686</b>	<b>1,066</b>	<b>1,594</b>	<b>206</b>	<b>28,025</b>	<b>963</b>	<b>1,401</b>	<b>232</b>
<b>Credit Default Swaps</b>																
Over-the-counter (2)																
Purchased	53,025	2,160	2,641		56,237	2,937	3,188		61,477	3,424	4,116		72,551	5,651	6,543	
Written	48,022	-	-		51,072	-	-		56,968	-	-		67,329	-	-	
	101,047	2,160	2,641	2,838	107,309	2,937	3,188	3,401	118,445	3,424	4,116	4,034	139,880	5,651	6,543	3,933
<b>Total Credit Default Swaps</b>	<b>101,047</b>	<b>2,160</b>	<b>2,641</b>	<b>2,838</b>	<b>107,309</b>	<b>2,937</b>	<b>3,188</b>	<b>3,401</b>	<b>118,445</b>	<b>3,424</b>	<b>4,116</b>	<b>4,034</b>	<b>139,880</b>	<b>5,651</b>	<b>6,543</b>	<b>3,933</b>
<b>Sub-total</b>	<b>2,769,508</b>	<b>44,228</b>	<b>68,223</b>	<b>10,101</b>	<b>2,810,530</b>	<b>46,017</b>	<b>70,231</b>	<b>10,839</b>	<b>3,202,022</b>	<b>56,929</b>	<b>84,620</b>	<b>11,847</b>	<b>3,401,929</b>	<b>73,521</b>	<b>103,051</b>	<b>13,541</b>
Impact of master netting agreements	n.a.	(28,853)	(42,633)		n.a.	(29,423)	(42,581)		n.a.	(39,148)	(55,866)		n.a.	(53,359)	(70,116)	
<b>Total</b>	<b>2,769,508</b>	<b>15,375</b>	<b>25,590</b>	<b>10,101</b>	<b>2,810,530</b>	<b>16,594</b>	<b>27,650</b>	<b>10,839</b>	<b>3,202,022</b>	<b>17,781</b>	<b>28,754</b>	<b>11,847</b>	<b>3,401,929</b>	<b>20,162</b>	<b>32,935</b>	<b>13,541</b>

(1) Risk-weighted Assets are reported after the impact of master netting agreements.

(2) Comparative balances have been restated to conform with the current period's presentation.

**DERIVATIVE INSTRUMENTS**

Fair Value (\$ millions)	As at January 31, 2010			As at October 31, 2009			As at July 31, 2009			As at April 30, 2009			As at January 31, 2009		
	Gross Assets	Gross Liabilities	Net	Gross Assets	Gross Liabilities	Net	Gross Assets	Gross Liabilities	Net	Gross Assets	Gross Liabilities	Net	Gross Assets	Gross Liabilities	Net
<b>TRADING</b>															
<b>Interest Rate Contracts</b>															
Swaps	26,225	(25,374)	851	27,233	(26,195)	1,038	34,429	(33,230)	1,199	47,988	(46,425)	1,563	48,210	(47,670)	540
Forward rate agreements	111	(126)	(15)	231	(241)	(10)	307	(309)	(2)	268	(247)	21	283	(283)	-
Futures	4	(7)	(3)	3	(22)	(19)	9	(12)	(3)	2	(2)	-	10	(5)	5
Purchased options	1,532	(1)	1,531	1,749	(3)	1,746	1,786	(2)	1,784	2,154	-	2,154	2,360	-	2,360
Written options	-	(1,645)	(1,645)	-	(1,828)	(1,828)	-	(1,836)	(1,836)	-	(2,144)	(2,144)	-	(2,393)	(2,393)
	27,872	(27,153)	719	29,216	(28,289)	927	36,531	(35,389)	1,142	50,412	(48,818)	1,594	50,863	(50,351)	512
<b>Foreign Exchange Contracts</b>															
Cross-currency swaps	1,365	(2,004)	(639)	1,542	(2,158)	(616)	1,374	(2,257)	(883)	1,357	(1,734)	(377)	1,349	(1,670)	(321)
Cross-currency interest rate swaps	4,091	(4,024)	67	3,662	(3,658)	4	5,748	(5,073)	675	5,418	(4,285)	1,133	4,561	(3,832)	729
Forward foreign exchange contracts	3,481	(3,505)	(24)	2,713	(3,168)	(455)	3,328	(5,110)	(1,782)	3,108	(3,815)	(707)	4,892	(4,854)	38
Purchased options	233	-	233	232	-	232	227	-	227	222	-	222	425	-	425
Written options	-	(309)	(309)	-	(185)	(185)	-	(210)	(210)	-	(311)	(311)	-	(566)	(566)
	9,170	(9,842)	(672)	8,149	(9,169)	(1,020)	10,677	(12,650)	(1,973)	10,105	(10,145)	(40)	11,227	(10,922)	305
<b>Commodity Contracts</b>															
Swaps	1,338	(1,356)	(18)	1,500	(1,332)	168	1,849	(1,937)	(88)	2,523	(3,128)	(605)	3,492	(4,539)	(1,047)
Purchased options	1,477	-	1,477	1,990	-	1,990	2,823	-	2,823	4,316	-	4,316	4,798	-	4,798
Written options	-	(1,298)	(1,298)	-	(1,835)	(1,835)	-	(2,719)	(2,719)	-	(4,125)	(4,125)	-	(4,448)	(4,448)
	2,815	(2,654)	161	3,490	(3,167)	323	4,672	(4,656)	16	6,839	(7,253)	(414)	8,290	(8,987)	(697)
<b>Equity Contracts</b>															
	1,553	(1,024)	529	1,982	(1,355)	627	1,934	(2,336)	(402)	2,231	(3,137)	(906)	2,463	(1,124)	1,339
<b>Credit Default Swaps</b>															
Purchased	2,160	-	2,160	2,937	-	2,937	3,424	-	3,424	5,651	-	5,651	6,521	-	6,521
Written	-	(1,635)	(1,635)	-	(2,159)	(2,159)	-	(2,838)	(2,838)	-	(5,097)	(5,097)	-	(5,780)	(5,780)
	2,160	(1,635)	525	2,937	(2,159)	778	3,424	(2,838)	586	5,651	(5,097)	554	6,521	(5,780)	741
Total fair value - trading derivatives	43,570	(42,308)	1,262	45,774	(44,139)	1,635	57,238	(57,869)	(631)	75,238	(74,450)	788	79,364	(77,164)	2,200
<b>HEDGING</b>															
<b>Interest Rate Contracts</b>															
Cash flow hedges - swaps	193	(302)	(109)	182	(440)	(258)	209	(552)	(343)	686	(443)	243	1,309	(417)	892
Fair value hedges - swaps	671	(220)	451	707	(186)	521	743	(149)	594	1,027	(177)	850	1,312	(183)	1,129
Total swaps	864	(522)	342	889	(626)	263	952	(701)	251	1,713	(620)	1,093	2,621	(600)	2,021
<b>Foreign Exchange Contracts</b>															
Cash flow hedges - Forward foreign exchange contracts	1,268	(37)	1,231	1,235	-	1,235	1,390	-	1,390	522	-	522	-	-	-
Total foreign exchange contracts	1,268	(37)	1,231	1,235	-	1,235	1,390	-	1,390	522	-	522	-	-	-
Total fair value - hedging derivatives	2,132	(559)	1,573	2,124	(626)	1,498	2,342	(701)	1,641	2,235	(620)	1,615	2,621	(600)	2,021
Total fair value	45,702	(42,867)	2,835	47,898	(44,765)	3,133	59,580	(58,570)	1,010	77,473	(75,070)	2,403	81,985	(77,764)	4,221
Less: Net impact of master netting agreements	(28,853)	28,853	-	(29,423)	29,423	-	(39,148)	39,148	-	(53,359)	53,359	-	(58,212)	58,212	-
Total	16,849	(14,014)	2,835	18,475	(15,342)	3,133	20,432	(19,422)	1,010	24,114	(21,711)	2,403	23,773	(19,552)	4,221

**INTEREST RATE GAP POSITION**

As at January 31, 2010

				Total			Non-		Total
	0 to 3 months	4 to 6 months	7 to 12 months	within 1 year	1 to 5 years	Over 5 years	interest sensitive		
Canadian Dollars									
Assets	125,162	5,918	10,117	141,197	55,714	8,013	10,654	215,578	
Liabilities and Capital	101,198	7,568	14,136	122,902	55,370	10,411	26,895	215,578	
Off-Balance Sheet	(18,208)	325	4,028	(13,855)	11,146	2,709	-	-	
Gap - January 31, 2010	5,756	(1,325)	9	4,440	11,490	311	(16,241)	-	
Gap - October 31, 2009	1,159	982	4,182	6,323	9,755	(247)	(15,831)	-	
Gap - July 31, 2009	6,267	(1,607)	1,921	6,581	7,737	1,036	(15,354)	-	
Gap - April 30, 2009	3,644	599	1,415	5,658	9,263	868	(15,789)	-	
Gap - January 31, 2009	8,928	(2,036)	(1,162)	5,730	9,459	393	(15,582)	-	
U.S. Dollar and Other Currencies									
Assets	164,409	4,840	3,006	172,255	5,943	2,694	2,153	183,045	
Liabilities and Capital	160,657	562	3,388	164,607	16,336	1,812	290	183,045	
Off-Balance Sheet	(512)	(894)	1,101	(305)	2,394	(2,089)	-	-	
Gap - January 31, 2010	3,240	3,384	719	7,343	(7,999)	(1,207)	1,863	-	
Gap - October 31, 2009	5,184	(1,374)	(128)	3,682	(4,638)	(1,162)	2,118	-	
Gap - July 31, 2009	(1,959)	1,255	1,123	419	(1,883)	(658)	2,122	-	
Gap - April 30, 2009	(1,798)	(1,632)	1,962	(1,468)	(338)	(371)	2,177	-	
Gap - January 31, 2009	(3,303)	(2,266)	2,227	(3,342)	1,851	(772)	2,263	-	

Certain comparative figures have been reclassified to conform with the current period's presentation.

**Gap Position Major Assumptions - Assets**

- Fixed rate, fixed term assets, such as mortgage and consumer loans, are reported based upon the scheduled repayments and estimated prepayments that reflect expected borrower behaviour.
- Trading and Underwriting (mark-to-market) assets and interest bearing assets on which the customer interest rate changes with the prime rate or other short-term market rates are reported in the 0 to 3 months category.
- Goodwill, intangible and fixed assets are reported as non-interest sensitive.
- Other fixed rate and non-interest bearing assets with no defined maturity are reported based upon an assumed maturity profile that considers historical and forecasted trends in balances.

**Gap Position Major Assumptions - Deposits/ Liabilities**

- Fixed rate, fixed term liabilities, such as investment certificates, are reported at scheduled maturity with estimated redemptions that reflect expected depositor behaviour.
- Interest bearing deposits on which the customer interest rate changes with the prime rate or other short-term market rates are reported in the 0 to 3 months category.
- Fixed rate and non-interest bearing liabilities with no defined maturity are reported based upon an assumed maturity profile that considers historical and forecasted trends in balances.

**Capital**

- Common shareholders' equity is reported as non-interest sensitive.

INTEREST RATE RISK SENSITIVITY (\$ millions)	100 Basis Point Increase						100 Basis Point Decrease					
	Earnings Sensitivity (After Tax)			Economic Value Sensitivity (Before tax)			Earnings Sensitivity (After Tax)			Economic Value Sensitivity (Before tax)		
	Money Market /			Money Market /			Money Market /			Money Market /		
	Structural	Accrual	Total	Structural	Accrual	Total	Structural	Accrual	Total	Structural	Accrual	Total
January 31, 2010	13.5	12.9	26.4	(372.2)	(6.4)	(378.6)	11.9	(5.3)	6.6	250.2	18.1	268.3
October 31, 2009	11.0	(9.5)	1.5	(353.2)	(60.8)	(414.0)	(75.6)	0.9	(74.7)	254.2	47.6	301.8
July 31, 2009	15.3	(42.3)	(27.0)	(356.6)	(155.5)	(512.1)	(71.8)	20.7	(51.1)	313.8	122.8	436.6
April 30, 2009	12.6	(36.0)	(23.4)	(343.6)	(134.2)	(477.8)	(59.6)	20.0	(39.6)	358.3	97.8	456.1
January 31, 2009	10.6	(22.2)	(11.6)	(342.6)	(135.7)	(478.3)	(22.1)	11.2	(10.9)	339.7	118.3	458.0

INTEREST RATE RISK SENSITIVITY (\$ millions)	200 Basis Point Increase						200 Basis Point Decrease					
	Earnings Sensitivity (After Tax)			Economic Value Sensitivity (Before tax)			Earnings Sensitivity (After Tax)			Economic Value Sensitivity (Before tax)		
	Money Market /			Money Market /			Money Market /			Money Market /		
	Structural	Accrual	Total	Structural	Accrual	Total	Structural	Accrual	Total	Structural	Accrual	Total
January 31, 2010	(3.5)	25.9	22.4	(814.1)	(12.8)	(826.9)	15.4	(5.0)	10.4	437.0	31.6	468.6
October 31, 2009	(10.6)	(19.0)	(29.6)	(779.2)	(121.5)	(900.7)	(62.9)	1.3	(61.6)	392.8	89.5	482.3
July 31, 2009	6.3	(84.6)	(78.3)	(774.3)	(311.1)	(1,085.4)	(72.2)	20.7	(51.5)	632.7	193.4	826.1
April 30, 2009	3.7	(71.9)	(68.2)	(725.9)	(268.2)	(994.1)	(121.9)	21.3	(100.6)	585.9	121.1	707.0
January 31, 2009	5.4	(44.3)	(38.9)	(726.6)	(271.4)	(998.0)	(123.3)	13.7	(109.6)	642.9	178.2	821.1

The interest rate sensitivity does not include the impact of AIG Life Insurance Company of Canada. Certain comparative figures have been reclassified to conform with the current period's presentation.

**Earnings Sensitivity/Economic Value Sensitivity - Interest Rate Risk**

"Earnings Sensitivity" is the impact of change in interest rates on twelve month net income, while, "Economic Value Sensitivity" is the impact of a change in interest rates on the value of our assets and liabilities.

"100/200 Basis Point Increase/Decrease" is the impact on earnings and economic value of a one time increase/decrease of 100/200 basis points in interest rates, applied to our position at the period end. In all cases, Interest Rate scenarios did not fall below 0%. Calculations do not reflect the effect of actions which the bank may take to reduce risk.

Losses are in brackets and benefits are presented as positive amounts.

Structural Balance Sheet is primarily CAD/U.S. consumer, commercial and corporate loans and deposits, related wholesale funding structures and regulatory capital instruments. For these portfolios, risk measures reflect asset/liability interest rate mismatches, embedded options, including the expected impact of customer behaviour, and the impact of minimum rates on loans and deposits.

Money market/accrual exposures are bank placements and acceptances, repos and reverse repos, international loans and certain available-for-sale securities for major currencies. While categorized as trading and underwriting, these portfolios are accounted for using accrual accounting or are marked to market through Other Comprehensive Income, as appropriate, under GAAP.

For the Bank's Insurance businesses including BMO Life Assurance (the acquired operations of AIG Life Insurance Company of Canada), a 100 basis point increase in interest rates results in an increase in earnings of an after tax \$80 million (an increase of \$13 million for the quarter) and an increase in economic value of a before tax \$239 million (a decrease of \$8 million for the quarter). A 100 basis point decrease in interest rates results in a decrease in earnings of an after tax \$66 million (an increase of \$10 million for the quarter) and a decrease in economic value of a before tax \$245 million (a decrease of \$12 million over the quarter). These impacts are not reflected in the table above.

**LIQUID ASSETS AND DEPOSITS**

(\$ millions except as noted)

	2010	2009	2009	2009	2009	2008	2008	2008	2008	MIX	INC/(DEC)
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q1	VS LAST YEAR

**Liquid Assets**

<b>Canadian Dollar Liquid Assets</b>												
Deposits with other banks	565	787	520	682	353	1,842	1,656	1,481	2,311	0.4 %	212	60.1 %
Other cash resources	1,264	2,411	1,214	35	1,581	89	2,841	1,410	92	0.9 %	(317)	(20.1)%
Securities	77,589	74,249	67,636	63,475	56,204	58,639	54,833	53,153	51,576	57.5 %	21,385	38.0 %
<b>Total</b>	<b>79,418</b>	<b>77,447</b>	<b>69,370</b>	<b>64,192</b>	<b>58,138</b>	<b>60,570</b>	<b>59,330</b>	<b>56,044</b>	<b>53,979</b>	<b>58.8 %</b>	<b>21,280</b>	<b>36.6 %</b>
<b>U.S. Dollar and Other Currency Liquid Assets</b>												
Deposits with other banks	13,472	9,305	12,059	11,676	24,054	16,477	18,306	19,024	21,365	10.0 %	(10,582)	(44.0)%
Other cash resources	603	792	774	1,839	402	2,697	(749)	322	2,354	0.4 %	201	50.0 %
Securities	41,481	36,564	42,511	44,025	42,254	41,499	34,042	35,517	37,889	30.8 %	(773)	(1.8)%
<b>Total</b>	<b>55,556</b>	<b>46,661</b>	<b>55,344</b>	<b>57,540</b>	<b>66,710</b>	<b>60,673</b>	<b>51,599</b>	<b>54,863</b>	<b>61,608</b>	<b>41.2 %</b>	<b>(11,154)</b>	<b>(16.7)%</b>
<b>Total Liquid Assets (1)</b>	<b>134,974</b>	<b>124,108</b>	<b>124,714</b>	<b>121,732</b>	<b>124,848</b>	<b>121,243</b>	<b>110,929</b>	<b>110,907</b>	<b>115,587</b>	<b>100.0 %</b>	<b>10,126</b>	<b>8.1 %</b>
Cash and Securities-to-Total Assets Ratio	33.9 %	31.9 %	30.0 %	28.2 %	28.2 %	29.1 %	29.6 %	29.6 %	30.7 %		5.7 %	
Pledged liquid assets (2)	46,205	39,638	38,295	44,250	41,446	38,142	37,577	39,358	27,726	61.7 %	4,759	11.5 %
Pledged other assets	28,681	31,525	38,077	40,633	33,583	33,053	28,949	32,046	35,422	38.3 %	(4,902)	(14.6)%
<b>Total Pledged Assets</b>	<b>74,886</b>	<b>71,163</b>	<b>76,372</b>	<b>84,883</b>	<b>75,029</b>	<b>71,195</b>	<b>66,526</b>	<b>71,404</b>	<b>63,148</b>	<b>100.0 %</b>	<b>(143)</b>	<b>(0.2)%</b>

(1) Includes liquid assets pledged as security for securities borrowed, securities lent, securities sold under repurchase agreements and other secured liabilities.

(2) Includes reserves or minimum balances which some of our subsidiaries are required to maintain with central banks in their respective countries of operation.

**Deposits**

<b>Canadian Dollar Deposits</b>												
Banks	3,011	2,828	3,155	3,788	3,875	3,174	1,680	2,346	2,680	1.3 %	(864)	(22.3)%
Businesses and governments	60,611	56,759	55,275	57,834	62,090	63,959	63,443	58,852	63,003	25.2 %	(1,479)	(2.4)%
Individuals	78,541	79,521	79,456	78,648	76,936	70,160	68,118	66,234	65,087	32.7 %	1,605	2.1 %
<b>Total</b>	<b>142,163</b>	<b>139,108</b>	<b>137,886</b>	<b>140,270</b>	<b>142,901</b>	<b>137,293</b>	<b>133,241</b>	<b>127,432</b>	<b>130,770</b>	<b>59.2 %</b>	<b>(738)</b>	<b>(0.5)%</b>
<b>U.S. Dollar and Other Currency Deposits</b>												
Banks	19,307	20,145	20,056	24,086	27,547	27,172	28,308	28,592	32,311	8.0 %	(8,240)	(29.9)%
Businesses and governments	58,957	56,979	66,994	60,371	71,298	72,152	68,305	63,855	62,309	24.5 %	(12,341)	(17.3)%
Individuals	19,872	19,924	20,017	22,442	22,834	21,053	18,803	18,701	17,521	8.3 %	(2,962)	(13.0)%
<b>Total</b>	<b>98,136</b>	<b>97,048</b>	<b>107,067</b>	<b>106,899</b>	<b>121,679</b>	<b>120,377</b>	<b>115,416</b>	<b>111,148</b>	<b>112,141</b>	<b>40.8 %</b>	<b>(23,543)</b>	<b>(19.3)%</b>
<b>Total Deposits</b>	<b>240,299</b>	<b>236,156</b>	<b>244,953</b>	<b>247,169</b>	<b>264,580</b>	<b>257,670</b>	<b>248,657</b>	<b>238,580</b>	<b>242,911</b>	<b>100.0 %</b>	<b>(24,281)</b>	<b>(9.2)%</b>
Core deposits (3)	129,727	125,324	124,444	124,735	135,311	125,374	110,862	108,305	105,265		(5,584)	(4.1)%
Customer Deposits (4)	150,707	147,864	147,667	149,148	159,754	145,254	130,910	128,220	125,505			
Customer Deposits and Capital-to-Total Loans Ratio (5)	106.6%	106.6%	103.6%	101.1%	101.9%	94.0%	91.5%	92.1%	91.8%			

(3) Core deposits are comprised of customer operating and saving deposits and smaller fixed-date deposits (less than or equal to \$100,000).

(4) Customer Deposits are core deposits plus larger fixed-date deposits excluding wholesale customer deposits.

(5) Total loans exclude securities borrowed or purchased under resale agreements.

## BASEL II APPENDIX

**AIRB (Advanced Internal Ratings Based approach):** The AIRB approach is the most advanced of the range of options for determining the capital requirements for credit risk. This option allows banks to use their own internal model to measure credit risk capital requirements, subject to regulatory approval. OSFI has indicated that it expects the Big Five Canadian Banks to adopt the AIRB approach.

**Capital Floor:** A capital floor is applied to institutions using the AIRB approach to credit risk during a transition period prescribed by our regulator, the Office of the Superintendent of Financial Institutions (OSFI).

To calculate the capital floor, the Bank's Basel I Capital Requirement (as defined below) is multiplied by an adjustment factor and compared to the Bank's Basel II Capital Requirement (as defined below). The differential, if positive, is multiplied by 12.5 and added to the Bank's Basel II RWA.

Basel I Capital Requirement equals:

- (1) 8% of Basel I RWA as calculated, plus
- (2) all capital deductions under Basel I, less
- (3) the amount of any general allowances under Basel I eligible for inclusion in Tier 2

Basel II Capital Requirement equals:

- (1) 8% of Basel II RWA as calculated, plus
- (2) all capital deductions under Basel II, less
- (3) the amount of any general allowances under Basel II eligible for inclusion in Tier 2

**Commitments (Undrawn):** The EAD on the difference between the authorized and drawn amounts (e.g., the unused portion of a line of credit) before adjustments for credit risk mitigation.

**Credit Equivalent Amount (CEA) on Undrawn:** An estimate of the amount of credit risk exposure on off-balance items under the Standardized Approach for credit risk.

**Exposure at Default (EAD):** EAD for on-balance sheet amounts represents outstandings, grossed up by specific provisions and write-offs. EAD for Off balance sheet and Undrawn are estimates.

**Exposure at Default OTC Derivatives:** Represent the net gross positive replacement costs plus the potential credit exposure amount.

**HELOCs:** Home Equity Lines of Credit comprise lines of credit secured by equity in a residential property.

**Drawn:** The amount of funds invested or advanced to a customer. Does not include adjustments for credit risk mitigation.

**Other Off Balance Sheet Items:** All off-balance sheet arrangements other than derivatives and undrawn commitments such as Standby Letters of Credit and Documentary Credits.

**QRR (Qualifying Revolving Retail):** Includes exposures that are revolving, unsecured and uncommitted to individuals up to a maximum amount of \$125,000 to a single individual.

**Repo Style Transactions:** Includes repurchase and reverse repurchase agreements and securities lending and borrowing.

**Scaling Factor:** The scaling factor is applied to the risk weighted assets amount for credit risk assessed under the AIRB approach. The objective of the scaling factor is to broadly maintain the aggregate level of minimum capital requirements, while also providing incentives to adopt the more advanced risk-sensitive approaches of the Framework.

**Standardized Approach:** This approach is the least complicated of the range of options available to banks to measure credit risk capital requirements. This option allows banks to measure credit risk capital requirements by multiplying exposures by defined percentages based on the exposures product type and external credit rating (if applicable).

**Grandfathered Equity Securities in the Banking Book:** Under Basel II OSFI exempts equity investments held as of October 31, 2007 from the AIRB approach for a period of 10 years starting November 1, 2007 to October 31, 2017. During that time, these "grandfathered" holdings will be risk weighted at 100%.

**Adjusted EAD:** Represents EAD that has been redistributed to a more favourable PD band or a different Basel Asset Class as a result of collateral (Credit Risk Mitigation or CRM). All Basel II disclosures aggregated into PD bands use Adjusted EAD values.

**Exposure Weighted Average LGD** represents the  $(\sum (\text{Adjusted EAD of each exposure} \times \text{its LGD}))$  divided by the total Adjusted EAD.

**Exposure Weighted Average Risk Weight** is the  $(\sum \text{pre-scaled RWA for each exposure} / \text{Total Adjusted EAD})$ .