



SUPPLEMENTAL FINANCIAL INFORMATION

For the Second Quarter Ended April 30, 2012

Investor Relations Department

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For the 2nd Quarter Ended April 30, 2012

The supplemental information contained in this package is designed to improve the readers' understanding of the financial performance of TD Bank Group (TD or the Bank). This information should be used in conjunction with the Bank's Q2 2012 Report to Shareholders and Investor Presentation, as well as the Bank's 2011 Annual Report. For financial and banking terms, and acronyms used in this package, see the "Glossary" and "Acronyms" pages of this document.

How the Bank Reports

Effective November 1, 2011, the Bank prepares its consolidated financial statements in accordance with International Financial Reporting Standards (IFRS), the current generally accepted accounting principles (GAAP), and refers to results prepared in accordance with IFRS as the "reported" results. The Bank also utilizes non-GAAP financial measures referred to as "adjusted" results to assess each of its segments and to measure overall Bank performance. The Bank removes "items of note", net of income taxes, from reported results to arrive at adjusted results, as items of note relate to items which management does not believe are indicative of underlying business performance. The items of note are listed on page 3 of this package. The Bank believes that adjusted results provide the reader with a better understanding of how management views the Bank's performance.

As explained, adjusted results are different from reported results determined in accordance with IFRS. Adjusted results, items of note, and related terms are non-GAAP financial measures as these are not defined terms under IFRS and, therefore, may not be comparable to similar terms used by other issuers. A reconciliation between the Bank's reported and adjusted results is provided in the "How the Bank Reports" section of the Bank's Q2 2012 Report to Shareholders.

Segmented Information

For management reporting purposes, the Bank's operations and activities are organized around four key business segments operating in a number of locations in key financial centres around the globe: Canadian Personal and Commercial Banking (CAD P&C), Wealth and Insurance, U.S. Personal and Commercial Banking (U.S. P&C), and Wholesale Banking. The Bank's other activities are grouped into the Corporate segment. The results of TD Auto Finance Canada are reported in CAD P&C. The results of TD Auto Finance U.S. are reported in U.S. P&C. Integration charges, direct transaction costs, and changes in fair value of contingent consideration relating to the Chrysler Financial acquisition are reported in the Corporate segment. Effective December 1, 2011, the results of MBNA Canada are reported in the CAD P&C and Wealth and Insurance segments. Integration charges and direct transaction costs relating to the acquisition of MBNA Canada credit card portfolio are reported in the CAD P&C segment.

Executive responsibilities for the TD Insurance business were moved from Group Head, Canadian Banking, Auto Finance, and Credit Cards, to the Group Head, Wealth and Insurance, and Corporate Shared Services. The Bank has updated the corresponding segment reporting results retroactively to 2011.

Effective November 1, 2011, the Bank revised its methodology for allocating capital to its business segments to align with the future common equity capital requirements under Basel III at a 7% Common Equity Tier 1 ratio. As such the return measures for business segments now reflect a return on common equity (ROE) methodology and not return on invested capital which was reported previously. These changes have been applied prospectively. The Bank measures and evaluates the performance of each segment based on adjusted results, economic profit, and adjusted ROE. Economic profit is adjusted net income available to common shareholders less a charge for average common equity. Adjusted ROE is adjusted net income available to common shareholders as a percentage of average common equity. Economic profit and adjusted ROE are non-GAAP financial measures as these are not defined terms under IFRS and, therefore, may not be comparable to similar terms used by other issuers.

The Bank measures and evaluates the performance of the segments based on our management structure and is not necessarily comparable with other financial services companies. Results of each business segment reflect revenue, expenses, and assets generated by the businesses in that segment. Due to the complexity of the Bank, its management reporting model uses various estimates, assumptions, allocations, and risk-based methodologies for funds transfer pricing, inter-segment revenue, income tax rates, capital, indirect expenses, and cost transfers to measure business segment results. Transfer pricing of funds is generally applied at market rates. Inter-segment revenue is negotiated between each business segment and approximates the value provided by the distributing segment. Income tax provision or recovery is generally applied to each segment based on a statutory tax rate and may be adjusted for items and activities unique to each segment.

Amortization of intangible expenses is included in the Corporate segment. Accordingly, net income for the operating business segments is presented before amortization of intangibles, as well as any other items of note not attributed to the operating segments. Net interest income within Wholesale Banking is calculated on a taxable equivalent basis (TEB), which means that the value of the non-taxable or tax-exempt income, including dividends, is adjusted to its equivalent before-tax value. Using TEB allows the Bank to measure income from all securities and loans consistently and makes for a more meaningful comparison of net interest income with similar institutions. The TEB increase to net interest income and provision for income taxes reflected in Wholesale Banking results is reversed in the Corporate segment.

Shaded numbers have not been recalculated under IFRS and are based on Canadian GAAP.

For information on the Bank's Canadian GAAP Supplemental Financial Information, see the link: http://www.td.com/document/PDF/investor/2011/Q4_11_Supp_Pack_E.pdf

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

For the 2nd Quarter Ended April 30, 2012

Table of Contents

	Page		Page
Highlights	1	Impaired Loans and Acceptances by Industry Sector and Geographic Location	26 - 27
Shareholder Value	2	Allowance for Credit Losses	28
Adjustments for Items of Note, Net of Income Taxes	3	Allowance for Credit Losses by Industry Sector and Geographic Location	29 - 30
Segmented Results Summary	4	Provision for Credit Losses	31
Canadian Personal and Commercial Banking Segment	5	Provision for Credit Losses by Industry Sector and Geographic Location	32 - 33
Wealth and Insurance Segment	6	Acquired Credit-Impaired Loans by Geographic Location	34 - 35
U.S. Personal and Commercial Banking Segment		Analysis of Change in Equity	36
Canadian Dollars	7	Change in Accumulated Other Comprehensive Income, Net of Income Taxes	37
U.S. Dollars	8	Analysis of Change in Non-Controlling Interests and Investment in	
Wholesale Banking Segment	9	TD Ameritrade	38
Corporate Segment	10	Derivatives	
Net Interest Income and Margin	11	Notional Principal	39
Non-Interest Income	12	Credit Exposure	40
Non-Interest Expenses	13	Gross Credit Risk Exposure	41 - 43
Balance Sheet	14	Exposures Covered By Credit Risk Mitigation	44
Unrealized Gain (Loss) on Banking Book Equities and Assets under		Standardized Credit Risk Exposures	45
Administration and Management	15	AIRB Credit Risk Exposures: Retail Risk Parameters	46
Goodwill, Other Intangibles, and Restructuring Costs	16	AIRB Credit Risk Exposures: Non-Retail Risk Parameters	47
On- and Off-Balance Sheet Loan Securitization	17	AIRB Credit Risk Exposures: Undrawn Commitments and EAD on	
Basel II - Standardized Charges for Securitization Exposures in the		Undrawn Commitments	48
Trading Book	18	AIRB Credit Risk Exposures: Loss Experience	49
Basel II - Securitization Exposures in the Trading Book	19	Securitization and Resecuritization Exposures in the Banking Book	50
Securitization Exposures in the Banking Book	20	Risk-Weighted Assets	51
Third-party Originated Assets Securitized by Bank Sponsored Conduits	21	Capital Position	52
Loans Managed	22	Adjustments for Items of Note, Net of Income Taxes - Footnotes	53
Gross Loans and Acceptances by Industry Sector and Geographic Location	23 - 24	Glossary	54
Impaired Loans	25	Acronyms	55

Highlights

FOR THE PERIOD ENDED

Income Statement (\$ millions)

LINE #	2012		2011				Year to Date		Full Year
	Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	2011
1	\$ 3,680	\$ 3,687	\$ 3,532	\$ 3,514	\$ 3,259	\$ 3,356	\$ 7,367	\$ 6,615	\$ 13,661
2	2,070	1,955	2,131	1,870	1,897	2,103	4,025	4,000	8,001
3	5,750	5,642	5,663	5,384	5,156	5,459	11,392	10,615	21,662
4	353	360	350	320	309	355	713	664	1,334
5	3	3	3	3	3	66	6	69	75
6	32	41	(13)	57	37	–	73	37	81
7	388	404	340	380	349	421	792	770	1,490
8	3,372	3,549	3,488	3,206	3,163	3,190	6,921	6,353	13,047
9	1,990	1,689	1,835	1,798	1,644	1,848	3,679	3,492	7,125
10	351	272	310	367	306	343	623	649	1,326
11	1,639	1,417	1,525	1,431	1,338	1,505	3,056	2,843	5,799
12	54	61	64	59	66	57	115	123	246
13	1,693	1,478	1,589	1,490	1,404	1,562	3,171	2,966	6,045
14	43	284	67	145	120	55	327	175	387
15	1,736	1,762	1,656	1,635	1,524	1,617	3,498	3,141	6,432
16	49	49	48	43	40	49	98	89	180
17	\$ 1,687	\$ 1,713	\$ 1,608	\$ 1,592	\$ 1,484	\$ 1,568	\$ 3,400	\$ 3,052	\$ 6,252

Attributable to:

18	\$ 26	\$ 26	\$ 26	\$ 27	\$ 25	\$ 26	\$ 52	\$ 51	\$ 104
19	1,661	1,687	1,582	1,565	1,459	1,542	3,348	3,001	6,148

Earnings per Common Share (\$) and Average Number of Shares (millions) ¹

20	\$ 1.79	\$ 1.56	\$ 1.70	\$ 1.60	\$ 1.52	\$ 1.69	\$ 3.35	\$ 3.21	\$ 6.50
21	1.84	1.87	1.77	1.77	1.65	1.75	3.71	3.41	6.94
22	1.78	1.55	1.68	1.58	1.50	1.67	3.33	3.17	6.43
23	1.82	1.86	1.75	1.75	1.63	1.73	3.68	3.36	6.86
24	904.1	901.1	893.8	886.6	883.1	879.3	902.6	881.2	885.7
25	912.6	909.2	909.0	902.5	901.0	896.4	911.0	898.8	902.9

Balance Sheet (\$ billions)

26	\$ 773.2	\$ 779.1	\$ 735.5	\$ 713.6	\$ 678.4	\$ 664.1	\$ 773.2	\$ 678.4	\$ 735.5
27	45.9	45.5	44.0	40.9	39.0	39.3	45.9	39.0	44.0

Risk Metrics (\$ billions, except as noted)

28	\$ 242.0	\$ 243.6	\$ 218.8	\$ 207.8	\$ 202.7	\$ 199.2	\$ 242.0	\$ 202.7	\$ 218.8
29	29.1	28.4	28.5	26.8	25.8	25.4	29.1	25.8	28.5
30	12.0 %	11.6 %	13.0 %	12.9 %	12.7 %	12.7 %	12.0 %	12.7 %	13.0 %
31	15.1	14.7	16.0	16.3	16.3	16.2	15.1	16.3	16.0
32	\$ (180)	\$ (92)	\$ (111)	\$ (62)	\$ (143)	\$ (115)	\$ (180)	\$ (143)	\$ (111)
33	(30)	(30)	(29)	(17)	(31)	(23)	(30)	(31)	(29)
34	1,999	2,129	2,063	2,008	1,990	2,077	1,999	1,990	2,063
35	0.51 %	0.55 %	0.56 %	0.56 %	0.57 %	0.61 %	0.51 %	0.57 %	0.56 %
36	0.37	0.38	0.38	0.36	0.37	0.42	0.38	0.40	0.39
37	Aaa	Aaa	Aaa	Aaa	Aaa	Aaa	Aaa	Aaa	Aaa
38	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-

¹ Basic EPS is computed by dividing net income attributable to common shareholders by the weighted average number of common shares outstanding during the period. For the calculation of diluted EPS, adjustments are made to the net income attributable to common shareholders to include the effect of dilutive securities. As a result, the sum of the quarterly basic and diluted EPS figures may not equal the year-to-date EPS.

² Prior to Q1 2012, the amounts are calculated based on Canadian GAAP.

³ Excludes acquired credit-impaired loans (ACI) and debt securities classified as loans. For additional information on ACI loans, see pages 34 to 35.

Shareholder Value

(\$ millions, except as noted)
FOR THE PERIOD ENDED

LINE #	2012		2011				Year to Date		Full Year	
	Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	2011	
Business Performance										
Net income available to common shareholders and non-controlling interest in subsidiaries – reported	1	\$ 1,644	\$ 1,429	\$ 1,541	\$ 1,447	\$ 1,364	\$ 1,513	\$ 3,073	\$ 2,877	\$ 5,865
Economic profit ^{1,2}	2	762	782	594	649	596	641	1,546	1,238	2,469
Average common equity	3	40,625	39,999	38,131	35,027	34,060	34,542	40,262	34,288	35,568
Average invested capital	4	n/a	n/a	43,566	40,380	39,331	39,722	n/a	39,513	40,877
Return on common equity – reported	5	16.2 %	14.0 %	15.8 %	16.1 %	16.1 %	17.1 %	15.1 %	16.6 %	16.2 %
Return on common equity – adjusted	6	16.6 %	16.8 %	16.5 %	17.7 %	17.6 %	17.7 %	16.7 %	17.6 %	17.3 %
Return on invested capital	7	n/a	n/a	14.4 %	15.4 %	15.2 %	15.4 %	n/a	15.3 %	15.0 %
Return on risk-weighted assets – adjusted ³	8	2.78	2.90	2.95	2.97	2.88	3.06	2.87	2.97	2.95
Efficiency ratio – reported	9	58.7 %	62.9 %	61.6 %	59.6 %	61.3 %	58.4 %	60.8 %	59.8 %	60.2 %
Effective tax rate										
Reported	10	17.6 %	16.1 %	16.9 %	20.4 %	18.6 %	18.6 %	16.9 %	18.6 %	18.6 %
Adjusted (TEB)	11	20.8 %	22.6 %	22.4 %	24.5 %	22.6 %	23.4 %	21.7 %	23.0 %	23.2 %
Net interest margin ⁴	12	2.25	2.22	2.24	2.33	2.30	2.34	2.23	2.32	2.30
Average number of full-time equivalent staff	13	78,005	77,786	77,360	77,168	74,423	73,534	77,898	73,971	75,631
Common Share Performance										
Closing market price (\$)	14	\$ 83.49	\$ 77.54	\$ 75.23	\$ 76.49	\$ 81.92	\$ 74.96	\$ 83.49	\$ 81.92	\$ 75.23
Book value per common share (\$)	15	45.19	45.00	43.43	40.59	38.59	38.99	45.19	38.59	43.43
Closing market price to book value	16	1.85	1.72	1.73	1.88	2.12	1.92	1.85	2.12	1.73
Price-earnings ratio										
Reported	17	12.7	12.3	11.7	13.1	14.8	14.1	12.7	14.8	11.7
Adjusted	18	11.6	11.1	11.0	11.8	13.3	12.7	11.6	13.3	11.0
Total shareholder return on common shareholders' investment	19	5.5 %	7.0 %	5.7 %	8.1 %	12.2 %	23.0 %	5.5 %	12.2 %	5.7 %
Number of common shares outstanding (millions)	20	908.2	903.7	901.0	888.8	886.1	882.1	908.2	886.1	901.0
Total market capitalization (\$ billions)	21	\$ 75.8	\$ 70.1	\$ 67.8	\$ 68.0	\$ 72.6	\$ 66.1	\$ 75.8	\$ 72.6	\$ 67.8
Dividend Performance										
Dividend per common share	22	\$ 0.72	\$ 0.68	\$ 0.68	\$ 0.66	\$ 0.66	\$ 0.61	\$ 1.40	\$ 1.27	\$ 2.61
Dividend yield	23	3.4 %	3.6 %	3.5 %	3.1 %	3.1 %	3.3 %	3.6 %	3.2 %	3.4 %
Common dividend payout ratio										
Reported	24	40.2	43.7	40.3	41.2	43.5	36.1	41.8	39.6	40.2
Adjusted	25	39.2	36.3	38.6	37.4	40.0	34.8	37.8	37.3	37.7

¹ The rate charged for common equity is 9.0% in 2012. The rate charged for invested capital was 9.0% in 2011.

² Effective Q1 2012, economic profit is calculated based on average common equity on a prospective basis. Prior to Q1 2012, economic profit was calculated based on average invested capital. Had this change been done on a retroactive basis, economic profit for the Bank, calculated based on average common equity, would have been \$717 million for Q4 2011, \$770 million for Q3 2011, \$712 million for Q2 2011, \$758 million for Q1 2011, and \$2,947 million for the full year 2011.

³ Prior to Q1 2012, the amounts are calculated based on Canadian GAAP.

⁴ Certain amounts for comparative periods have been changed to conform with the presentation adopted in the current period. This resulted in an increase to total assets, with a corresponding impact on net interest margin.

Adjustments for Items of Note, Net of Income Taxes¹

FOR THE PERIOD ENDED

LINE #	2012		2011				Year to Date		Full Year
	Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	2011
Increase (Decrease) in Net Income Due to Items of Note (\$ millions)									
1	\$ 59	\$ 60	\$ 95	\$ 94	\$ 99	\$ 103	\$ 119	\$ 202	\$ 391
2	9	45	(37)	(9)	(7)	(75)	54	(82)	(128)
3	–	9	(1)	39	20	24	9	44	82
4	1	1	(9)	(5)	(2)	3	2	1	(13)
5	3	5	19	26	10	–	8	10	55
6	30	24	–	–	–	–	54	–	–
7	–	171	–	–	–	–	171	–	–
8	(59)	(31)	–	–	–	–	(90)	–	–
Total	\$ 43	\$ 284	\$ 67	\$ 145	\$ 120	\$ 55	\$ 327	\$ 175	\$ 387
Increase (Decrease) in Earnings per Share Due to Items of Note (\$) (Footnote 10)									
10	\$ 0.06	\$ 0.07	\$ 0.10	\$ 0.11	\$ 0.11	\$ 0.12	\$ 0.12	\$ 0.22	\$ 0.43
11	0.01	0.05	(0.04)	(0.01)	(0.01)	(0.08)	0.06	(0.09)	(0.14)
12	–	0.01	–	0.04	0.02	0.02	0.01	0.05	0.09
13	–	–	(0.01)	–	–	–	–	–	(0.01)
14	–	–	0.02	0.03	0.01	–	0.01	0.01	0.06
15	0.03	0.02	–	–	–	–	0.06	–	–
16	–	0.19	–	–	–	–	0.19	–	–
17	(0.06)	(0.03)	–	–	–	–	(0.10)	–	–
Total	\$ 0.04	\$ 0.31	\$ 0.07	\$ 0.17	\$ 0.13	\$ 0.06	\$ 0.35	\$ 0.19	\$ 0.43

¹ For detailed footnotes to the items of note, see page 53.

Segmented Results Summary

(\$ millions, except as noted)
FOR THE PERIOD ENDED

LINE #	2012		2011				Year to Date		Full Year
	Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	2011
Net Income – Adjusted									
1	\$ 838	\$ 850	\$ 754	\$ 795	\$ 733	\$ 769	\$ 1,688	\$ 1,502	\$ 3,051
2	365	349	343	349	316	306	714	622	1,314
3	356	352	294	334	316	326	708	642	1,270
4	1,559	1,551	1,391	1,478	1,365	1,401	3,110	2,766	5,635
5	197	194	280	112	188	235	391	423	815
6	(20)	17	(15)	45	(29)	(19)	(3)	(48)	(18)
7	\$ 1,736	\$ 1,762	\$ 1,656	\$ 1,635	\$ 1,524	\$ 1,617	\$ 3,498	\$ 3,141	\$ 6,432
Return on Common Equity – Adjusted ²									
8	43.4 %	44.9 %	36.0 %	38.0 %	36.2 %	37.2 %	44.2 %	36.7 %	36.9 %
9	22.5	21.4	25.9	27.1	25.6	22.8	21.9	24.3	25.3
10	8.2	7.9	7.2	8.5	7.9	7.8	8.1	7.9	7.8
11	19.5	18.7	31.5	13.1	23.3	28.8	19.1	26.1	24.3
12	16.6 %	16.8 %	14.4 %	15.4 %	15.2 %	15.4 %	16.7 %	15.3 %	15.0 %
Percentage of Net Income Mix ³									
13	89 %	89 %	83 %	93 %	88 %	86 %	89 %	87 %	87 %
14	11	11	17	7	12	14	11	13	13
15	100 %	100 %	100 %	100 %	100 %	100 %	100 %	100 %	100 %
Geographic Contribution to Total Revenue ⁴									
16	64 %	65 %	67 %	65 %	61 %	62 %	64 %	61 %	64 %
17	27	26	25	27	27	26	27	27	26
18	9	9	8	8	12	12	9	12	10
19	100 %	100 %	100 %	100 %	100 %	100 %	100 %	100 %	100 %

¹ Effective Q1 2012, the insurance business was transferred from CAD P&C to Wealth and Insurance (formerly called Wealth Management). The prior period results have been reclassified.

² Effective Q1 2012, the Bank revised its methodology for allocating capital to its business segments to align with the future common equity capital requirements under Basel III at a 7% Common Equity Tier 1 ratio. The return measures for business segments will now be return on common equity rather than return on invested capital. These changes have been applied prospectively. Return on invested capital, which was used as the return measure in prior periods, has not been restated to return on common equity.

³ Percentages exclude Corporate segment results.

⁴ TEB amounts are not included.

Canadian Personal and Commercial Banking Segment¹

RESULTS OF OPERATIONS

(\$ millions, except as noted)
FOR THE PERIOD ENDED

LINE #	2012		2011				Year to Date		Full Year 2011
	Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	
Net interest income	\$ 1,967	\$ 1,930	\$ 1,840	\$ 1,834	\$ 1,729	\$ 1,787	\$ 3,897	\$ 3,516	\$ 7,190
Non-interest income	636	640	621	591	564	566	1,276	1,130	2,342
Total revenue	2,603	2,570	2,461	2,425	2,293	2,353	5,173	4,646	9,532
Provision for credit losses	274	283	212	205	192	215	557	407	824
Non-interest expenses	1,226	1,160	1,193	1,106	1,074	1,060	2,386	2,134	4,433
Net income before income taxes	1,103	1,127	1,056	1,114	1,027	1,078	2,230	2,105	4,275
Income taxes	295	301	302	319	294	309	596	603	1,224
Net income – reported	808	826	754	795	733	769	1,634	1,502	3,051
Adjustments for items of note, net of income taxes ²	30	24	–	–	–	–	54	–	–
Net income – adjusted	\$ 838	\$ 850	\$ 754	\$ 795	\$ 733	\$ 769	\$ 1,688	\$ 1,502	\$ 3,051
Average common equity (\$ billions) ³	\$ 7.8	\$ 7.5	\$ 8.3	\$ 8.3	\$ 8.3	\$ 8.2	\$ 7.7	\$ 8.3	\$ 8.3
Economic profit ^{3,4}	683	699	587	627	571	603	1,382	1,174	2,388
Return on common equity – reported ³	42.0 %	43.7 %	36.0 %	38.0 %	36.2 %	37.2 %	42.8 %	36.7 %	36.9 %
Return on common equity – adjusted ³	43.4 %	44.9 %	36.0 %	38.0 %	36.2 %	37.2 %	44.2 %	36.7 %	36.9 %
Key Performance Indicators (\$ billions, except as noted)									
Risk-weighted assets ⁵	\$ 79	\$ 79	\$ 73	\$ 72	\$ 70	\$ 68	\$ 79	\$ 70	\$ 73
Average loans – personal									
Residential mortgages	145.3	144.0	141.0	136.2	131.8	129.0	144.6	130.3	134.5
Consumer instalment and other personal									
HELOC	63.6	63.4	63.8	64.1	64.3	64.5	63.5	64.4	64.2
Indirect Auto	13.5	13.4	13.5	13.1	11.9	11.3	13.5	11.6	12.5
Other	13.0	13.1	13.2	13.2	13.2	13.2	13.0	13.2	13.2
Credit card	15.4	13.8	8.5	8.4	8.2	8.4	14.6	8.3	8.3
Total average loans – personal	250.8	247.7	240.0	235.0	229.4	226.4	249.2	227.8	232.7
Average loans and acceptances – business	39.4	37.8	36.6	35.7	34.6	33.1	38.6	33.9	35.0
Average deposits									
Personal	142.8	139.9	135.9	135.5	134.3	134.6	141.3	134.5	135.1
Business	66.0	66.3	63.9	62.4	60.7	59.0	66.2	59.9	61.5
Margin on average earning assets including securitized assets – reported	2.84 %	2.77 %	2.71 %	2.77 %	2.77 %	2.81 %	2.80 %	2.79 %	2.76 %
Margin on average earning assets including securitized assets – adjusted	2.87 %	2.79 %	2.71 %	2.77 %	2.77 %	2.81 %	2.83 %	2.79 %	2.76 %
Efficiency ratio – reported	47.1 %	45.1 %	48.4 %	45.6 %	46.8 %	45.0 %	46.1 %	45.9 %	46.5 %
Efficiency ratio – adjusted	46.0 %	44.2 %	48.4 %	45.6 %	46.8 %	45.0 %	45.1 %	45.9 %	46.5 %
Number of Canadian retail branches at period end	1,153	1,150	1,150	1,134	1,131	1,129	1,153	1,131	1,150
Average number of full-time equivalent staff	31,017	30,696	30,065	30,110	29,538	29,540	30,855	29,539	29,815

¹ Effective Q1 2012, the insurance business was transferred from CAD P&C to Wealth and Insurance (formerly called Wealth Management). The prior period results have been reclassified.

² Items of note relate primarily to integration charges and direct transaction costs relating to the acquisition of the credit card portfolio of MBNA Canada. See footnote 7 on page 53.

³ Effective Q1 2012, the Bank revised its methodology for allocating capital to its business segments to align with the future common equity capital requirements under Basel III at a 7% Common Equity Tier 1 ratio. The return measures for business segments will now be return on common equity rather than return on invested capital. These changes have been applied prospectively. Return on invested capital, which was used as the return measure in prior periods, has not been restated to return on common equity.

⁴ The rate charged for common equity is 8.0% in 2012. The rate charged for invested capital was 8.0% in 2011.

⁵ Prior to Q1 2012, the amounts are calculated based on Canadian GAAP.

Wealth and Insurance Segment¹

RESULTS OF OPERATIONS

(\$ millions, except as noted)
FOR THE PERIOD ENDED

LINE #	2012		2011				Year to Date		Full Year 2011
	Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	
Net interest income	\$ 144	\$ 144	\$ 136	\$ 139	\$ 134	\$ 133	\$ 288	\$ 267	\$ 542
Insurance revenue, net of claims and related expenses ²	330	281	308	296	254	309	611	563	1,167
Income from financial instruments designated at fair value through profit or loss	(17)	10	9	18	(2)	(27)	(7)	(29)	(2)
Other non-interest income	591	564	586	576	594	577	1,155	1,171	2,333
Total revenue	1,048	999	1,039	1,029	980	992	2,047	1,972	4,040
Non-interest expenses	653	639	669	640	648	659	1,292	1,307	2,616
Net income before income taxes	395	360	370	389	332	333	755	665	1,424
Income taxes	77	66	81	88	73	75	143	148	317
Wealth and Insurance net income, before TD Ameritrade	318	294	289	301	259	258	612	517	1,107
Equity in net income of an investment in an associate, net of income taxes ³	47	55	54	48	57	48	102	105	207
Total Wealth and Insurance net income – reported	365	349	343	349	316	306	714	622	1,314
Total Wealth and Insurance net income – adjusted	\$ 365	\$ 349	\$ 343	\$ 349	\$ 316	\$ 306	\$ 714	\$ 622	\$ 1,314
Breakdown of Total Net Income									
Wealth	\$ 155	\$ 144	\$ 139	\$ 146	\$ 151	\$ 130	\$ 299	\$ 281	\$ 566
Insurance	163	150	150	155	108	128	313	236	541
TD Ameritrade	47	55	54	48	57	48	102	105	207
Total Wealth and Insurance									
Average common equity (\$ billions) ⁴	\$ 6.6	\$ 6.5	\$ 5.3	\$ 5.1	\$ 5.1	\$ 5.3	\$ 6.6	\$ 5.2	\$ 5.2
Economic profit ^{4,5}	209	190	209	221	192	173	399	365	795
Return on common equity ⁴	22.5 %	21.4 %	25.9 %	27.1 %	25.6 %	22.8 %	21.9 %	24.3 %	25.3 %
Key Performance Indicators (\$ billions, except as noted)									
Wealth⁶									
Risk-weighted assets ⁷	\$ 9	\$ 9	\$ 9	\$ 9	\$ 9	\$ 9	\$ 9	\$ 9	\$ 9
Assets under administration	255	250	241	242	248	242	255	248	241
Assets under management	202	196	189	191	190	186	202	190	189
Insurance									
Gross originated insurance premiums (\$ millions)	877	763	873	928	812	713	1,640	1,525	3,326
Total Wealth and Insurance									
Efficiency ratio ⁶	62.3 %	64.0 %	64.4 %	62.2 %	66.1 %	66.4 %	63.1 %	66.3 %	64.8 %
Average number of full-time equivalent staff	12,003	11,898	11,831	12,014	12,083	12,009	11,950	12,046	11,984

¹ Effective Q1 2012, the insurance business was transferred from CAD P&C to Wealth and Insurance (formerly called Wealth Management). The prior period results have been reclassified.

² During Q2 2012, the claims and related expenses were \$512 million (Q1 2012 – \$579 million; Q4 2011 – \$580 million; Q3 2011 – \$555 million; Q2 2011 – \$544 million; and Q1 2011 – \$500 million).

³ The equity in net income of an investment in an associate includes the net impact of internal management adjustments which are reclassified to other reporting lines in the Corporate segment.

⁴ Effective Q1 2012, the Bank revised its methodology for allocating capital to its business segments to align with the future common equity capital requirements under Basel III at a 7% Common Equity Tier 1 ratio. The return measures for business segments will now be return on common equity rather than return on invested capital. These changes have been applied prospectively. Return on invested capital, which was used as the return measure in prior periods, has not been restated to return on common equity.

⁵ The rates charged for common equity for North American and international Wealth businesses are 9.5% and 13.0%, respectively in 2012. The rates charged for common equity for the Insurance and TD Ameritrade business lines are 8.0% and 11.0%, respectively, in 2012. The rates charged for invested capital for North American and international Wealth businesses were 9.5% and 13.0% respectively in 2011. The rates charged for invested capital for the Insurance and TD Ameritrade business lines were 8.0% and 11.0%, respectively, in 2011.

⁶ Excludes TD Ameritrade.

⁷ Prior to Q1 2012, the amounts are calculated based on Canadian GAAP.

U.S. Personal and Commercial Banking Segment - Canadian Dollars

RESULTS OF OPERATIONS

(\$ millions, except as noted)
FOR THE PERIOD ENDED

LINE #	2012		2011				Year to Date		Full Year 2011
	Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	
Net interest income	\$ 1,178	\$ 1,157	\$ 1,124	\$ 1,093	\$ 1,073	\$ 1,102	\$ 2,335	\$ 2,175	\$ 4,392
Non-interest income	409	338	339	393	310	300	747	610	1,342
Total revenue	1,587	1,495	1,463	1,486	1,383	1,402	3,082	2,785	5,734
Provision for credit losses									
Loans	157	113	143	114	136	141	270	277	534
Debt securities classified as loans	3	3	3	3	3	66	6	69	75
Acquired credit-impaired loans ¹	32	42	(16)	57	37	—	74	37	78
Total provision for credit losses	192	158	130	174	176	207	350	383	687
Non-interest expenses	953	1,185	980	931	839	843	2,138	1,682	3,593
Net income before income taxes	442	152	353	381	368	352	594	720	1,454
Income taxes	86	(20)	58	86	72	50	66	122	266
Net income – reported	356	172	295	295	296	302	528	598	1,188
Adjustments for items of note, net of income taxes ²	—	180	(1)	39	20	24	180	44	82
Net income – adjusted	\$ 356	\$ 352	\$ 294	\$ 334	\$ 316	\$ 326	\$ 708	\$ 642	\$ 1,270
Average common equity (\$ billions) ³	\$ 17.6	\$ 17.7	\$ 16.3	\$ 15.7	\$ 16.3	\$ 16.6	\$ 17.7	\$ 16.5	\$ 16.2
Economic profit (loss) ^{3,4}	(33)	(48)	(75)	(21)	(41)	(51)	(81)	(92)	(188)
Return on common equity – reported ³	8.2 %	3.9 %	7.2 %	7.4 %	7.4 %	7.2 %	6.0 %	7.3 %	7.3 %
Return on common equity – adjusted ³	8.2 %	7.9 %	7.2 %	8.5 %	7.9 %	7.8 %	8.1 %	7.9 %	7.8 %
Key Performance Indicators (\$ billions, except as noted)									
Risk-weighted assets ⁵	\$ 101	\$ 100	\$ 98	\$ 92	\$ 90	\$ 88	\$ 101	\$ 90	\$ 98
Average loans – personal									
Residential mortgages	14.9	14.0	12.7	11.5	11.2	10.5	14.4	10.8	11.5
Consumer instalment and other personal									
HELOC	9.9	10.2	9.6	9.1	8.9	8.9	10.1	8.9	9.1
Indirect Auto	11.4	11.1	10.2	9.8	5.5	3.5	11.2	4.5	7.3
Other	1.6	1.7	1.8	1.8	2.1	2.3	1.7	2.2	2.0
Total average loans – personal	37.8	37.0	34.3	32.2	27.7	25.2	37.4	26.4	29.9
Average loans and acceptances – business	44.8	44.9	43.2	41.2	41.0	41.9	44.9	41.5	41.8
Average debt securities classified as loans	3.5	3.8	4.0	4.0	4.2	4.8	3.7	4.5	4.3
Average deposits									
Personal	57.1	56.0	53.7	51.8	52.1	51.6	56.6	51.9	52.3
Business	49.4	50.4	49.9	46.0	46.0	46.3	49.9	46.2	47.0
TD Ameritrade insured deposit accounts	58.0	60.8	56.7	48.1	46.3	46.0	59.4	46.2	49.3
Margin on average earning assets (TEB) ⁶	3.74 %	3.61 %	3.60 %	3.70 %	3.77 %	3.85 %	3.68 %	3.81 %	3.73 %
Efficiency ratio – reported	60.1 %	79.3 %	67.0 %	62.7 %	60.7 %	60.1 %	69.4 %	60.4 %	62.7 %
Non-interest expenses – adjusted (\$ millions)	953	889	970	866	809	806	1,842	1,615	3,451
Efficiency ratio – adjusted	60.1 %	59.5 %	66.3 %	58.3 %	58.5 %	57.5 %	59.8 %	58.0 %	60.2 %
Number of U.S. retail stores as at period end ⁷	1,288	1,284	1,281	1,283	1,285	1,280	1,288	1,285	1,281
Average number of full-time equivalent staff	24,733	25,092	25,387	25,033	23,447	22,882	24,914	23,160	24,193

¹ Includes all Federal Deposit Insurance Corporation (FDIC) covered loans and other ACI loans.

² Items of note relate primarily to integration charges recorded in connection with U.S. P&C acquisitions and a litigation reserve. See footnotes 4 and 8 on page 53.

³ Effective Q1 2012, the Bank revised its methodology for allocating capital to its business segments to align with the future common equity capital requirements under Basel III at a 7% Common Equity Tier 1 ratio. The return measures for business segments will now be return on common equity rather than return on invested capital. These changes have been applied prospectively. Return on invested capital, which was used as the return measure in prior periods, has not been restated to return on common equity.

⁴ The rate charged for common equity is 9.0% in 2012. The rate charged for invested capital was 9.0% in 2011.

⁵ Prior to Q1 2012, the amounts are calculated based on Canadian GAAP.

⁶ For calculating margin on average earning assets, TEB is included. The impact of TEB is not material. However, no TEB is included in the separate disclosure for total revenue and income taxes.

⁷ Includes full service retail banking stores.

U.S. Personal and Commercial Banking Segment - U.S. Dollars

RESULTS OF OPERATIONS

(US\$ millions, except as noted)
FOR THE PERIOD ENDED

LINE #	2012		2011				Year to Date		Full Year
	Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	2011
Net interest income	\$ 1,185	\$ 1,134	\$ 1,123	\$ 1,131	\$ 1,103	\$ 1,098	\$ 2,319	\$ 2,201	\$ 4,455
Non-interest income	412	331	335	405	323	300	743	623	1,363
Total revenue	1,597	1,465	1,458	1,536	1,426	1,398	3,062	2,824	5,818
Provision for credit losses									
Loans	157	111	143	118	139	141	268	280	541
Debt securities classified as loans	3	3	3	3	3	66	6	69	75
Acquired credit-impaired loans ¹	33	41	(16)	59	39	—	74	39	82
Total provision for credit losses	193	155	130	180	181	207	348	388	698
Non-interest expenses	959	1,166	978	963	863	839	2,125	1,702	3,643
Net income before income taxes	445	144	350	393	382	352	589	734	1,477
Income taxes	87	(21)	58	89	74	51	66	125	272
Net income – reported	358	165	292	304	308	301	523	609	1,205
Adjustments for items of note, net of income taxes ²	—	180	(1)	41	20	24	180	44	84
Net income – adjusted	\$ 358	\$ 345	\$ 291	\$ 345	\$ 328	\$ 325	\$ 703	\$ 653	\$ 1,289
Average common equity (US\$ billions) ³	\$ 17.7	\$ 17.4	\$ 16.3	\$ 16.4	\$ 16.6	\$ 16.3	\$ 17.6	\$ 16.5	\$ 16.4
Economic profit (loss) ^{3,4}	(33)	(48)	(80)	(25)	(36)	(46)	(81)	(82)	(187)
Key Performance Indicators (US\$ billions, except as noted)									
Risk-weighted assets ⁵	\$ 103	\$ 100	\$ 98	\$ 96	\$ 95	\$ 88	\$ 103	\$ 95	\$ 98
Average loans – personal									
Residential mortgages	15.0	13.8	12.7	11.9	11.5	10.5	14.4	10.9	11.7
Consumer instalment and other personal									
HELOC	10.0	9.9	9.4	9.4	9.1	8.9	9.9	9.0	9.2
Indirect Auto	11.5	10.9	10.2	10.2	5.9	3.4	11.2	4.6	7.4
Other	1.5	1.6	2.0	1.8	2.0	2.4	1.5	2.2	2.0
Total average loans – personal	38.0	36.2	34.3	33.3	28.5	25.2	37.0	26.7	30.3
Average loans and acceptances – business	45.1	44.0	43.1	42.6	42.1	41.7	44.5	41.9	42.4
Average debt securities classified as loans	3.5	3.7	4.0	4.2	4.4	4.8	3.6	4.6	4.4
Average deposits									
Personal	57.5	54.9	53.6	53.6	53.5	51.4	56.2	52.5	53.0
Business	49.6	49.4	49.8	47.5	47.2	46.1	49.5	46.7	47.7
TD Ameritrade insured deposit accounts	58.3	59.5	56.6	49.8	47.5	45.8	58.9	46.7	49.9
Non-interest expenses – adjusted (US\$ millions)	959	870	968	896	831	802	1,829	1,633	3,497

¹ Includes all FDIC covered loans and other ACI loans.

² Items of note relate primarily to integration charges recorded in connection with U.S. P&C acquisitions and a litigation reserve. See footnotes 4 and 8 on page 53.

³ Effective Q1 2012, the Bank revised its methodology for allocating capital to its business segments to align with the future common equity capital requirements under Basel III at a 7% Common Equity Tier 1 ratio. The return measures for business segments will now be return on common equity rather than return on invested capital. These changes have been applied prospectively. Return on invested capital, which was used as the return measure in prior periods, has not been restated to return on common equity.

⁴ The rate charged for common equity is 9.0% in 2012. The rate charged for invested capital was 9.0% in 2011.

⁵ Prior to Q1 2012, the amounts are calculated based on Canadian GAAP.

Wholesale Banking Segment

RESULTS OF OPERATIONS

(\$ millions, except as noted)
FOR THE PERIOD ENDED

LINE #	2012		2011				Year to Date		Full Year 2011
	Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	
Net interest income (TEB)	\$ 434	\$ 443	\$ 444	\$ 432	\$ 395	\$ 388	\$ 877	\$ 783	\$ 1,659
Non-interest income	174	240	282	27	186	342	414	528	837
Total revenue	608	683	726	459	581	730	1,291	1,311	2,496
Provision for credit losses ¹	6	12	3	6	7	6	18	13	22
Non-interest expenses	384	406	395	330	344	399	790	743	1,468
Net income before income taxes	218	265	328	123	230	325	483	555	1,006
Income taxes (TEB)	21	71	48	11	42	90	92	132	191
Net income (loss) – reported	197	194	280	112	188	235	391	423	815
Net income (loss) – adjusted	\$ 197	\$ 194	\$ 280	\$ 112	\$ 188	\$ 235	\$ 391	\$ 423	\$ 815
Average common equity (\$ billions) ²	\$ 4.1	\$ 4.1	\$ 3.5	\$ 3.4	\$ 3.3	\$ 3.2	\$ 4.1	\$ 3.3	\$ 3.4
Economic profit (loss) ^{2,3}	84	83	175	12	90	137	167	227	414
Return on common equity ²	19.5 %	18.7 %	31.5 %	13.1 %	23.3 %	28.8 %	19.1 %	26.1 %	24.3 %
Key Performance Indicators (\$ billions, except as noted)									
Risk-weighted assets ⁴	\$ 48	\$ 51	\$ 35	\$ 32	\$ 31	\$ 31	\$ 48	\$ 31	\$ 35
Gross drawn ⁵	8	8	8	8	7	8	8	7	8
Efficiency ratio	63.2 %	59.4 %	54.4 %	71.9 %	59.2 %	54.7 %	61.2 %	56.7 %	58.8 %
Average number of full-time equivalent staff	3,540	3,538	3,626	3,612	3,438	3,388	3,539	3,413	3,517
Trading-Related Income (Loss) (TEB)⁶									
Interest rate and credit	\$ 96	\$ 201	\$ 31	\$ (22)	\$ 122	\$ 150	\$ 297	\$ 272	\$ 281
Foreign exchange	105	95	131	67	119	111	200	230	428
Equity and other	77	84	121	68	62	109	161	171	360
Total trading-related income (loss)	\$ 278	\$ 380	\$ 283	\$ 113	\$ 303	\$ 370	\$ 658	\$ 673	\$ 1,069

¹ Includes the cost of credit protection incurred in hedging the lending portfolio.

² Effective Q1 2012, the Bank revised its methodology for allocating capital to its business segments to align with the future common equity capital requirements under Basel III at a 7% Common Equity Tier 1 ratio. The return measures for business segments will now be return on common equity rather than return on invested capital. These changes have been applied prospectively. Return on invested capital, which was used as the return measure in prior periods, has not been restated to return on common equity.

³ The rate charged for common equity is 11.0% in 2012. The rate charged for invested capital was 12.0% in 2011.

⁴ Prior to Q1 2012, the amounts are calculated based on Canadian GAAP.

⁵ Includes gross loans and bankers' acceptances, excluding letters of credit and before any cash collateral, credit default swaps (CDS), reserves, etc., for the corporate lending business.

⁶ Includes trading-related income reported in net interest income and non-interest income.

Corporate Segment

RESULTS OF OPERATIONS

LINE #	2012		2011				Year to Date		Full Year
	Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	2011
	(\$ millions) FOR THE PERIOD ENDED								
1	\$ (43)	\$ 13	\$ (12)	\$ 16	\$ (72)	\$ (54)	\$ (30)	\$ (126)	\$ (122)
2	(53)	(118)	(14)	(31)	(9)	36	(171)	27	(18)
3	(96)	(105)	(26)	(15)	(81)	(18)	(201)	(99)	(140)
4	(84)	(49)	(5)	(5)	(26)	(7)	(133)	(33)	(43)
5	156	159	251	199	258	229	315	487	937
6	(168)	(215)	(272)	(209)	(313)	(240)	(383)	(553)	(1,034)
7	(128)	(146)	(179)	(137)	(175)	(181)	(274)	(356)	(672)
8	7	6	10	11	9	9	13	18	39
9	(33)	(63)	(83)	(61)	(129)	(50)	(96)	(179)	(323)
10	13	80	68	106	100	31	93	131	305
11	\$ (20)	\$ 17	\$ (15)	\$ 45	\$ (29)	\$ (19)	\$ (3)	\$ (48)	\$ (18)
	Decomposition of Adjustments for Items of Note, Net of Income Taxes ³								
12	\$ 59	\$ 60	\$ 95	\$ 94	\$ 99	\$ 103	\$ 119	\$ 202	\$ 391
13	9	45	(37)	(9)	(7)	(75)	54	(82)	(128)
14	1	1	(9)	(5)	(2)	3	2	1	(13)
15	3	5	19	26	10	–	8	10	55
16	(59)	(31)	–	–	–	–	(90)	–	–
17	\$ 13	\$ 80	\$ 68	\$ 106	\$ 100	\$ 31	\$ 93	\$ 131	\$ 305
	Decomposition of Items included in Net Income (Loss) – Adjusted								
18	\$ (95)	\$ (92)	\$ (97)	\$ (70)	\$ (103)	\$ (97)	\$ (187)	\$ (200)	\$ (367)
19	49	83	56	88	49	52	132	101	245
20	26	26	26	27	25	26	52	51	104
21	\$ (20)	\$ 17	\$ (15)	\$ 45	\$ (29)	\$ (19)	\$ (3)	\$ (48)	\$ (18)

¹ Includes the elimination of TEB adjustments reported in the Wholesale Banking results.

² Operating segment results are presented excluding the impact of asset securitization programs, which are reclassified in the Corporate segment.

³ For detailed footnotes to the items of note, see page 53.

Net Interest Income and Margin

(\$ millions, except as noted)
FOR THE PERIOD ENDED

LINE #	2012		2011				Year to Date		Full Year
	Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	2011
Interest Income									
Loans	\$ 4,419	\$ 4,412	\$ 4,336	\$ 4,326	\$ 4,116	\$ 4,232	\$ 8,831	\$ 8,348	\$ 17,010
Securities	1,046	1,043	907	903	831	889	2,089	1,720	3,530
Deposits with banks	18	29	80	89	94	106	47	200	369
Total interest income	5,483	5,484	5,323	5,318	5,041	5,227	10,967	10,268	20,909
Interest Expense									
Deposits	1,152	1,173	1,135	1,095	1,096	1,140	2,325	2,236	4,466
Securitization liabilities	261	262	284	320	317	314	523	631	1,235
Subordinated notes and debentures	153	154	160	162	168	173	307	341	663
Preferred shares and capital trust securities	43	43	61	50	47	50	86	97	208
Other	194	165	151	177	154	194	359	348	676
Total interest expense	1,803	1,797	1,791	1,804	1,782	1,871	3,600	3,653	7,248
Net Interest Income (NII)	3,680	3,687	3,532	3,514	3,259	3,356	7,367	6,615	13,661
TEB adjustment	74	70	94	67	63	87	144	150	311
Net Interest Income (TEB)	\$ 3,754	\$ 3,757	\$ 3,626	\$ 3,581	\$ 3,322	\$ 3,443	\$ 7,511	\$ 6,765	\$ 13,972
Average total assets (\$ billions)	\$ 783	\$ 779	\$ 748	\$ 696	\$ 675	\$ 667	\$ 781	\$ 671	\$ 697
Average earning assets (\$ billions)	667	660	625	598	580	570	663	575	593
Net interest margin as a % of average earning assets ¹	2.25 %	2.22 %	2.24 %	2.33 %	2.30 %	2.34 %	2.23 %	2.32 %	2.30 %
Impact on Net Interest Income due to Impaired Loans									
Net interest income recognized on impaired debt securities classified as loans	\$ (32)	\$ (36)	\$ (32)	\$ (34)	\$ (39)	\$ (84)	\$ (68)	\$ (123)	\$ (189)
Net interest income foregone on impaired loans	26	27	27	27	27	30	53	57	111
Recoveries	-	(2)	(1)	(8)	(1)	(1)	(2)	(2)	(11)
Total	\$ (6)	\$ (11)	\$ (6)	\$ (15)	\$ (13)	\$ (55)	\$ (17)	\$ (68)	\$ (89)

¹ Certain amounts for comparative periods have been changed to conform with the presentation adopted in the current period. This resulted in an increase to total assets, with a corresponding impact on net interest margin.

Non-Interest Income

(\$ millions) FOR THE PERIOD ENDED	LINE #	2012		2011				Year to Date		Full Year
		Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	2011
Investment and Securities Services										
TD Waterhouse fees and commissions	1	\$ 103	\$ 99	\$ 119	\$ 101	\$ 120	\$ 119	\$ 202	\$ 239	\$ 459
Full-service brokerage and other securities services	2	142	141	148	156	168	159	283	327	631
Underwriting and advisory	3	123	99	70	101	99	108	222	207	378
Investment management fees	4	66	54	65	51	48	51	120	99	215
Mutual fund management	5	247	239	233	243	234	231	486	465	941
Total investment and securities services	6	681	632	635	652	669	668	1,313	1,337	2,624
Credit fees	7	191	181	176	169	157	169	372	326	671
Net gains (losses) from available-for-sale securities	8	120	39	201	107	25	60	159	85	393
Trading income (loss)	9	(45)	43	(55)	(200)	26	102	(2)	128	(127)
Service charges	10	425	441	437	398	375	392	866	767	1,602
Card services	11	249	246	257	258	225	219	495	444	959
Insurance revenue, net of claims and related expenses ¹	12	330	281	308	296	254	309	611	563	1,167
Trust fees	13	40	36	36	39	40	39	76	79	154
Other income										
Foreign exchange – non-trading	14	36	31	43	40	45	38	67	83	166
Income from financial instruments designated at fair value through profit or loss										
Trading-related income (loss) ²	15	(33)	16	2	4	1	5	(17)	6	12
Related to insurance subsidiaries ¹	16	(17)	10	9	18	(2)	(27)	(7)	(29)	(2)
Securitization liabilities	17	135	(23)	(139)	(227)	(17)	161	112	144	(222)
Loan commitments	18	(71)	(12)	(17)	9	(25)	(61)	(83)	(86)	(94)
Other ³	19	29	34	238	307	124	29	63	153	698
Total other income (loss)	20	79	56	136	151	126	145	135	271	558
Total non-interest income	21	\$ 2,070	\$ 1,955	\$ 2,131	\$ 1,870	\$ 1,897	\$ 2,103	\$ 4,025	\$ 4,000	\$ 8,001

¹ The result of the Bank's insurance business within Wealth and Insurance segment includes both insurance revenue, net of claims and related expenses and the income from investments that fund policy liabilities which are designated at fair value through profit or loss within the Bank's property and casualty insurance subsidiaries.

² Includes \$(34) million for Q2 2012 (Q1 2012 – \$13 million; Q4 2011 – \$8 million; Q3 2011 – \$6 million; Q2 2011 – \$(4) million; and Q1 2011 – \$(2) million) related to securities designated at fair value through profit or loss which have been combined with derivatives to form economic hedging relationships.

³ Includes change in fair value of CDS hedging the corporate loans book and a substantial portion of change in fair value of derivatives hedging the reclassified AFS securities portfolio.

Non-Interest Expenses

(\$ millions)		2012						2011		Year to Date		Full Year
FOR THE PERIOD ENDED		Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	2011		
Salaries and Employee Benefits												
Salaries	1	\$ 1,150	\$ 1,112	\$ 1,163	\$ 1,099	\$ 1,023	\$ 1,034	\$ 2,262	\$ 2,057	\$ 4,319		
Incentive compensation	2	405	409	357	329	367	395	814	762	1,448		
Pension and other employee benefits	3	274	263	222	239	246	255	537	501	962		
Total salaries and employee benefits	4	1,829	1,784	1,742	1,667	1,636	1,684	3,613	3,320	6,729		
Occupancy												
Rent	5	174	170	170	162	161	166	344	327	659		
Depreciation	6	79	78	80	73	75	78	157	153	306		
Other	7	89	81	91	77	76	76	170	152	320		
Total occupancy	8	342	329	341	312	312	320	671	632	1,285		
Equipment												
Rent	9	50	50	54	53	57	54	100	111	218		
Depreciation	10	42	56	46	33	47	35	98	82	161		
Other	11	103	102	113	102	101	106	205	207	422		
Total equipment	12	195	208	213	188	205	195	403	400	801		
Amortization of Other Intangibles												
Software	13	51	40	54	43	33	31	91	64	161		
Other	14	70	70	123	120	124	129	140	253	496		
Total amortization of other intangibles	15	121	110	177	163	157	160	231	317	657		
Marketing and Business Development												
Brokerage-Related Fees	16	164	126	203	137	140	113	290	253	593		
Professional and Advisory Services	17	77	76	77	78	84	81	153	165	320		
Communications	18	177	222	267	230	235	212	399	447	944		
Other Expenses	19	69	72	73	69	65	64	141	129	271		
Capital and business taxes	20	36	31	34	54	34	32	67	66	154		
Postage	21	54	47	45	42	49	41	101	90	177		
Travel and relocation	22	42	42	45	47	39	41	84	80	172		
Other	23	266	502	271	219	207	247	768	454	944		
Total other expenses	24	398	622	395	362	329	361	1,020	690	1,447		
Total	25	\$ 3,372	\$ 3,549	\$ 3,488	\$ 3,206	\$ 3,163	\$ 3,190	\$ 6,921	\$ 6,353	\$ 13,047		

Balance Sheet

(\$ millions) AS AT	LINE #	2012		2011			
		Q2	Q1	Q4	Q3	Q2	Q1
ASSETS							
Cash and Due from Banks	1	\$ 3,087	\$ 2,870	\$ 3,096	\$ 2,899	\$ 3,086	\$ 2,609
Interest-Bearing Deposits with Banks	2	18,276	13,006	21,016	17,541	14,319	17,794
Trading loans, securities, and other ¹	3	85,001	84,586	73,353	69,158	70,986	67,614
Derivatives	4	55,772	66,166	59,845	51,538	49,945	40,210
Financial assets designated at fair value through profit or loss	5	5,511	5,512	4,236	2,794	2,203	2,155
Available-for-sale securities	6	89,996	97,435	93,520	86,791	85,321	89,967
	7	236,280	253,699	230,954	210,281	208,455	199,946
Securities Purchased Under Reverse Repurchase Agreements	8	71,592	69,619	56,981	68,155	50,341	49,429
Loans							
Residential mortgages ²	9	161,698	158,408	155,471	149,983	143,986	140,204
Consumer instalment and other personal							
HELOC	10	75,231	75,130	75,396	75,123	75,077	75,454
Indirect Auto	11	25,298	24,676	24,032	23,151	22,419	15,209
Other	12	15,886	16,105	15,961	16,129	16,374	16,740
Credit card	13	15,430	15,750	8,986	9,208	8,954	8,977
Business & government ²	14	97,369	97,726	93,144	87,030	82,025	84,135
Debt securities classified as loans	15	5,818	6,237	6,511	6,189	6,388	6,907
	16	396,730	394,032	379,501	366,813	355,223	347,626
Allowance for loan losses	17	(2,394)	(2,282)	(2,314)	(2,289)	(2,313)	(2,348)
Loans, net of allowance for loan losses	18	394,336	391,750	377,187	364,524	352,910	345,278
Other							
Customers' liability under acceptances	19	9,421	7,606	7,815	9,293	9,383	7,822
Investment in TD Ameritrade	20	5,196	5,235	5,159	4,896	4,803	5,314
Goodwill	21	12,283	12,438	12,257	11,805	11,674	12,104
Other intangibles	22	2,189	2,274	1,844	1,813	1,924	2,076
Land, buildings, equipment, and other depreciable assets	23	4,174	4,186	4,083	4,063	4,357	3,839
Current income tax receivable	24	413	386	288	251	761	583
Deferred tax assets	25	1,092	1,041	1,196	1,227	1,119	1,231
Other assets	26	14,847	15,034	13,617	16,894	15,224	16,059
	27	49,615	48,200	46,259	50,242	49,245	49,028
Total Assets	28	\$ 773,186	\$ 779,144	\$ 735,493	\$ 713,642	\$ 678,356	\$ 664,084
LIABILITIES							
Trading deposits	29	\$ 25,131	\$ 26,630	\$ 29,613	\$ 29,894	\$ 30,919	\$ 23,436
Derivatives	30	59,772	68,269	61,715	54,857	54,155	43,861
Securitization liabilities at fair value	31	28,420	27,800	27,725	27,462	27,092	27,049
Other financial liabilities designated at fair value through profit or loss	32	48	25	32	24	52	53
	33	113,371	122,724	119,085	112,237	112,218	94,399
Deposits							
Personal							
Non-term	34	209,854	206,552	199,493	185,003	177,908	176,899
Term	35	68,392	70,000	69,210	70,435	72,395	74,960
Banks	36	15,390	16,061	11,659	12,066	12,133	10,234
Business & government	37	176,366	177,121	169,066	158,988	142,465	150,813
	38	470,002	469,734	449,428	426,492	404,901	412,906
Other							
Acceptances	39	9,421	7,606	7,815	9,293	9,383	7,822
Obligations related to securities sold short	40	29,763	29,835	23,617	24,132	21,878	24,307
Obligations related to securities sold under repurchase agreements	41	37,530	34,876	25,991	28,055	21,126	21,337
Securitization liabilities at amortized cost	42	26,601	25,171	26,054	27,269	26,647	23,641
Provisions	43	595	799	536	444	439	460
Current income tax payable	44	82	97	167	428	494	296
Deferred tax liabilities	45	459	510	574	587	521	544
Other liabilities	46	25,609	28,406	24,418	28,916	26,530	23,926
	47	130,060	127,300	109,172	119,124	107,018	102,333
Subordinated Notes and Debentures	48	11,575	11,589	11,543	12,079	12,268	12,280
Liability for Preferred Shares	49	31	32	32	580	580	582
Liability for Capital Trust Securities	50	2,228	2,217	2,229	2,210	2,324	2,331
Total Liabilities	51	727,267	733,596	691,489	672,722	639,309	624,831
EQUITY							
Common shares	52	18,074	17,727	17,491	16,572	16,367	16,049
Preferred shares	53	3,395	3,395	3,395	3,395	3,395	3,395
Treasury shares							
Common	54	(163)	(157)	(116)	(104)	(104)	(82)
Preferred	55	(1)	-	-	-	-	(1)
Contributed surplus	56	200	214	212	211	204	220
Retained earnings	57	19,970	19,003	18,213	17,322	16,487	15,731
Accumulated other comprehensive income (loss)	58	2,959	3,877	3,326	2,072	1,237	2,477
	59	44,434	44,059	42,521	39,468	37,586	37,789
Non-Controlling Interests in Subsidiaries	60	1,485	1,489	1,483	1,452	1,461	1,464
Total Equity	61	45,919	45,548	44,004	40,920	39,047	39,253
Total Liabilities and Equity	62	\$ 773,186	\$ 779,144	\$ 735,493	\$ 713,642	\$ 678,356	\$ 664,084

¹ Includes trading securities, trading loans and commodities.

² Excludes loans classified as trading since the Bank intends to sell the loans immediately or in the near term.

Unrealized Gain (Loss) on Banking Book Equities and Assets Under Administration and Management

(\$ millions) AS AT	LINE #	2012		2011			
		Q2	Q1	Q4	Q3	Q2	Q1
Banking Book Equities							
Publicly traded							
Balance sheet and fair value	1	\$ 402	\$ 384	\$ 350	\$ 438	\$ 478	\$ 560
Unrealized gain (loss) ¹	2	60	79	52	66	111	92
Privately held							
Balance sheet and fair value	3	1,625	1,655	1,716	1,777	1,647	1,737
Unrealized gain (loss) ¹	4	104	86	106	214	89	83
Total banking book equities							
Balance sheet and fair value	5	2,027	2,039	2,066	2,215	2,125	2,297
Unrealized gain (loss)	6	164	165	158	280	200	175
Assets Under Administration ²							
U.S. Personal and Commercial Banking	7	\$ 12,697	\$ 13,305	\$ 14,945	\$ 13,741	\$ 13,437	\$ 14,006
Wealth and Insurance	8	254,767	250,277	240,882	242,328	247,545	242,210
Total	9	\$ 267,464	\$ 263,582	\$ 255,827	\$ 256,069	\$ 260,982	\$ 256,216
Assets Under Management							
Wealth and Insurance	10	\$ 202,088	\$ 196,232	\$ 188,975	\$ 190,929	\$ 190,012	\$ 185,948

¹ Unrealized gain (loss) on publicly traded and privately held AFS securities are included in other comprehensive income (OCI). Unrealized gain (loss) on securities designated at fair value through profit or loss are included in the income statement.

² Exclude mortgage backed securities (under CAD P&C), coming back on balance sheet as mortgages due to IFRS implementation, as they no longer meet Office of the Superintendent of Financial Institutions Canada's (OSFI's) definition of Assets under Administration.

Goodwill, Other Intangibles, and Restructuring Costs

(\$ millions) AS AT	LINE #	2012		2011		Year to Date		Full Year 2011
		Q2	Q1	Q4	Q3	2012	2011	
Goodwill								
Balance at beginning of period	1	\$ 12,438	\$ 12,257	\$ 11,805	\$ 11,674	\$ 12,104	\$ 12,313	\$ 12,313
Arising during the period								
U.S. P&C related acquisitions	2	3	(3)	6	30	150	(11)	175
MBNA acquisition	3	1	120	–	–	–	–	–
Other	4	–	(1)	1	4	–	–	5
Foreign exchange and other adjustments	5	(159)	65	445	97	(580)	(198)	(236)
Balance at end of period	6	\$ 12,283	\$ 12,438	\$ 12,257	\$ 11,805	\$ 11,674	\$ 12,104	\$ 12,257
Other Intangible Assets¹								
Balance at beginning of period	7	\$ 1,633	\$ 1,274	\$ 1,346	\$ 1,455	\$ 1,650	\$ 1,804	\$ 1,804
Arising during the period								
MBNA acquisition	8	(3)	422	–	–	–	–	–
Amortized in the period	9	(70)	(70)	(122)	(121)	(124)	(128)	(495)
Foreign exchange and other adjustments	10	(15)	7	50	12	(71)	(26)	(35)
Balance at end of period	11	\$ 1,545	\$ 1,633	\$ 1,274	\$ 1,346	\$ 1,455	\$ 1,650	\$ 1,274
Deferred Tax Liability on Other Intangible Assets								
Balance at beginning of period	12	\$ (441)	\$ (461)	\$ (481)	\$ (515)	\$ (582)	\$ (585)	\$ (585)
Recognized in the period	13	21	23	39	38	39	41	157
Foreign exchange and other adjustments	14	6	(3)	(19)	(4)	28	(38)	(33)
Balance at end of period	15	\$ (414)	\$ (441)	\$ (461)	\$ (481)	\$ (515)	\$ (582)	\$ (461)
Net Other Intangibles Closing Balance								
	16	\$ 1,131	\$ 1,192	\$ 813	\$ 865	\$ 940	\$ 1,068	\$ 813
Total Goodwill and Net Other Intangibles Closing Balance								
	17	\$ 13,414	\$ 13,630	\$ 13,070	\$ 12,670	\$ 12,614	\$ 13,172	\$ 13,070
Restructuring Costs								
Balance at beginning of period	18	\$ 4	\$ 5	\$ 5	\$ 6	\$ 7	\$ 11	\$ 11
Amount utilized during the period:								
U.S. P&C related acquisitions	19	(1)	(1)	–	(1)	(1)	(3)	(5)
Other	20	–	–	–	–	–	(1)	(1)
Balance at end of period	21	\$ 3	\$ 4	\$ 5	\$ 5	\$ 6	\$ 7	\$ 5

¹ Excludes the balance and amortization of software, which is otherwise included in other intangibles.

On- and Off-Balance Sheet Loan Securitization¹

(\$ millions) AS AT	LINE #	2012		2011			Year to Date		Full Year 2011	
		Q2	Q1	Q4	Q3	Q2	Q1	2012		2011
Residential Mortgages Securitized and Sold to Third Parties^{2,3,4,5}										
Balance at beginning of period	1	\$ 44,813	\$ 44,870	\$ 44,985	\$ 44,932	\$ 43,588	\$ 43,794	\$ 44,870	\$ 43,794	\$ 43,794
Securitized	2	7,594	4,367	3,477	3,532	3,762	2,991	11,961	6,753	13,762
Amortization ⁶	3	(6,349)	(4,424)	(3,592)	(3,479)	(2,418)	(3,197)	(10,773)	(5,615)	(12,686)
Balance at end of period	4	46,058	44,813	44,870	44,985	44,932	43,588	46,058	44,932	44,870
Consumer Instalment and Other Personal Loans - HELOC and Automobile Loans^{7,8,9,10}										
Balance at beginning of period	5	6,756	7,175	8,018	9,726	13,045	6,555	7,175	13,207	13,207
Proceeds reinvested in securitizations	6	817	751	805	784	727	832	1,568	1,559	3,148
Amortization	7	(1,488)	(1,170)	(1,325)	(2,007)	(3,561)	(832)	(2,658)	(4,393)	(7,725)
Accumulation	8	—	—	(323)	(485)	(485)	(162)	—	(647)	(1,455)
Balance at end of period	9	6,085	6,756	7,175	8,018	9,726	6,393	6,085	9,726	7,175
Gross impaired loans ¹¹	10	19	21	16	21	20	20	40	40	16
Write-offs net of recoveries ¹¹	11	3	6	7	4	—	—	9	—	11
Commercial Mortgages^{2,5,12}										
Balance at beginning of period	12	2,375	2,406	2,408	2,442	2,490	2,406	2,406	2,406	2,406
Securitized	13	76	86	3	117	7	169	162	176	296
Amortization	14	(57)	(117)	(5)	(151)	(55)	(85)	(174)	(140)	(296)
Balance at end of period	15	2,394	2,375	2,406	2,408	2,442	2,490	2,394	2,442	2,406
Credit Cards										
Balance at beginning of period	16	1,251	1,251	—	—	—	—	1,251	—	—
Proceeds reinvested in securitizations	17	722	439	—	—	—	—	1,161	—	—
Amortization	18	(722)	(439)	—	—	—	—	(1,161)	—	—
Balance at end of period	17	\$ 1,251	\$ 1,251	\$ —	\$ —	\$ —	\$ —	\$ 1,251	\$ —	\$ —
Write-offs net of recoveries ¹¹	18	\$ 8	\$ 9	\$ —	\$ —	\$ —	\$ —	\$ 17	\$ —	\$ —
Total Loan Securitization	19	\$ 55,788	\$ 55,195	\$ 54,451	\$ 55,411	\$ 57,100	\$ 52,471	\$ 55,788	\$ 57,100	\$ 54,451
Mortgages Securitized and Retained^{2,5}										
Residential mortgages securitized and retained	20	\$ 31,505	\$ 28,104	\$ 29,151	\$ 26,787	\$ 26,604	\$ 25,048	\$ 31,505	\$ 26,604	\$ 29,151
Commercial mortgages securitized and retained	21	2	28	40	8	15	14	2	15	40
Closing balance	22	\$ 31,507	\$ 28,132	\$ 29,191	\$ 26,795	\$ 26,619	\$ 25,062	\$ 31,507	\$ 26,619	\$ 29,191

¹ Disclosure relates to securitization activity undertaken by the Bank from a capital perspective and does not contemplate accounting treatment under IFRS.

² Balances are comprised of National Housing Act (NHA) MBS which do not qualify as securitization exposures as defined by the Basel II framework.

³ Credit exposure is not retained on residential mortgages securitized.

⁴ Exposures are considered sold where legal sale has occurred. Classification is not based on accounting treatment under IFRS.

⁵ Q4 2010 ending balance was reported on the basis of the MBS notional values. Under IFRS, MBS securitized by the Bank no longer exist as the underlying mortgages are recognized on balance sheet. As a result, Q1 2011 opening balance has been restated to reflect underlying mortgage balances.

⁶ Mark-to-market adjustments recorded during the period are included in amortization.

⁷ Credit exposure is not retained on \$1.1 billion of HELOC securitization which are government insured.

⁸ Certain HELOC and credit card structures are subject to early amortization provisions which, if triggered, would result in the repayment of the related asset backed securities from the collections of the securitized HELOC or credit card portfolio prior to the expected principle payment dates.

⁹ Since inception, no capital has been assessed for the Bank's early amortization provisions associated with the sellers' interest of the Bank's sponsored HELOC securitization vehicles because the early amortization triggers have not been breached.

¹⁰ Includes automobile loans acquired as part of the Bank's acquisition of Chrysler Financial on April 1, 2011, which are recognized as securitization exposures under the Basel II framework in accordance with OSFI's revised CAR Guideline dated August 15, 2011, effective January 2012. Comparative amounts have been adjusted to reflect the current capital treatment.

¹¹ Disclosure relates to loans qualifying as exposures securitized under the Basel II framework. The amount disclosed here is a subset of total loans included on the loans managed page. For additional information see page 22.

¹² Commercial Mortgages have been revised to include loans previously not presented as securitized.

Basel II - Standardized Charges for Securitization Exposures in the Trading Book

(\$ millions) AS AT	LINE #	2012 Q2		2012 Q1	
Market Risk Capital Approach and Risk Weighting					
Internal Ratings Based ¹					
AA- and above	1	\$ 222	\$ 8	\$ 282	\$ 56
A+ to A-	2	14	2	16	8
BBB+ to BBB-	3	6	4	4	4
Below BB- ²	4	5	n/a	11	n/a
Unrated ³	5	73	249	68	242
Total	6	\$ 321	\$ 263	\$ 381	\$ 310

¹ Securitization exposures subject to the market risk capital approach are comprised of securities held in the Bank's trading book with no resecuritization exposures.

² Securitization exposures deducted from capital.

³ Unrated gross securitization exposures include the notional value of collateralized debt obligations held by the Bank.

Basel II - Securitization Exposures in the Trading Book

(\$ millions)		2012		2012	
AS AT		Q2		Q1	
LINE #					
Exposure Type		Aggregate on-balance sheet exposures ¹	Aggregate off-balance sheet exposures ²	Aggregate on-balance sheet exposures ¹	Aggregate off-balance sheet exposures ²
Collateralized debt obligations	1	\$ -	\$ 78	\$ -	\$ 79
Asset backed securities					
Residential mortgage loans	2	1	-	1	-
Commercial mortgage loans	3	65	-	114	-
Credit card loans	4	176	-	158	-
Automobile loans and leases	5	1	-	14	-
Other	6	-	-	15	-
Total	7	\$ 243	\$ 78	\$ 302	\$ 79

¹ Primarily comprised of trading securities held by the Bank.

² Primarily comprised of the notional value of collateralized debt obligations held by the Bank.

Securitization Exposures in the Banking Book

(\$ millions) AS AT	LINE #	2012 Q2		2012 Q1	
Exposure Type		Aggregate exposure On-balance sheet ¹	Aggregate exposure Off-balance sheet ²	Aggregate exposure On-balance sheet ¹	Aggregate exposure Off-balance sheet ²
Collateralized mortgage obligations	1	\$ 3,634	\$ -	\$ 3,872	\$ -
Asset backed securities					
Residential mortgage loans	2	-	3,562	-	3,309
Personal loans	3	7,778	5,202	7,320	5,202
Credit card loans	4	10,348	153	11,087	153
Automobile loans and leases	5	3,473	2,157	5,358	2,246
Equipment loans and leases	6	677	-	889	-
Trade receivables	7	-	1,290	-	1,304
Other Exposures ³					
Automobile loans and leases	8	49	-	61	-
Equipment loans and leases	9	15	-	15	-
Total	10	\$ 25,974	\$ 12,364	\$ 28,602	\$ 12,214

¹ On-balance sheet for capital purposes, in accordance with the Basel II Capital Framework.

² Off-balance sheet exposures are primarily comprised of liquidity facilities, credit enhancements, and letters of credit provided to the Bank's sponsored trusts, as well as Bank-funded cash collateral accounts.

³ The Bank consolidates one significant SPE, which is funded by the Bank and purchases senior tranches of securitized assets from the Bank's existing customers. These exposures are included on-balance sheet from a consolidated Bank perspective.

Third-party Originated Assets Securitized by Bank Sponsored Conduits

(\$ millions) AS AT	LINE #	2012 Q2				2012 Q1			
Exposure Type		Outstanding exposures		Gross assets past due, but not impaired ^{1,2}	Outstanding exposures		Gross assets past due, but not impaired ^{1,2}		
		Beginning balance	Activity	Ending balance	Beginning balance	Activity	Ending balance		
Residential mortgage loans	1	\$ 3,310	\$ 252	\$ 3,562	\$ 2,260	\$ 1,050	\$ 3,310	\$ 151	
Credit card loans	2	-	-	-	153	(153)	-	-	
Automobile loans and leases	3	2,306	(100)	2,206	2,247	59	2,306	3	
Equipment loans and leases	4	15	-	15	37	(22)	15	1	
Trade receivables	5	1,304	(14)	1,290	1,318	(14)	1,304	261	
Total	6	\$ 6,935	\$ 138	\$ 7,073	\$ 6,015	\$ 920	\$ 6,935	\$ 416	

¹ Gross assets past due, but not impaired, are those assets held by the trust which have not received a payment in a specified number of days, as defined in the legal agreements governing each specific transaction between the Bank and its service providers. None of the Bank's sponsored trusts held impaired assets at any time during the period disclosed. The Bank retains no direct exposure to the assets of the trust. In addition, a significant portion of the Bank's exposures are subject to credit risk mitigation, including credit enhancements which reduce the Bank's exposure to loss due to impaired assets held by the sponsored trusts.

² Gross assets past due, but not impaired are reported to the Bank by its service providers on a one-month lag.

Loans Managed^{1,2,3}

(\$ millions) AS AT		LINE #	2012 Q2			2012 Q1			2011 Q4		
Type of Loan			Gross Loans	Gross Impaired Loans	Year-to-date write-offs, net of recoveries	Gross Loans	Gross Impaired Loans	Year-to-date write-offs, net of recoveries	Gross loans	Gross impaired loans	Year-to-date write-offs, net of recoveries
Residential mortgages ¹		1	\$ 161,076	\$ 722	\$ 24	\$ 157,747	\$ 796	\$ 14	\$ 154,792	\$ 789	\$ 37
Consumer instalment and other personal		2	115,628	412	330	114,951	442	174	114,374	415	625
Credit card		3	15,413	180	237	15,725	132	104	8,986	85	376
Business and government ^{1,4}		4	96,307	1,055	268	96,352	1,168	147	91,637	1,204	424
Total Loans Managed		5	388,424	2,369	859	384,775	2,538	439	369,789	2,493	1,462
Less: Business and government loans securitized and sold to third parties ⁵		6	2,361	-	-	2,341	-	-	2,359	-	-
Total Loans Managed, Net of Loans Securitized		7	\$ 386,063	\$ 2,369	\$ 859	\$ 382,434	\$ 2,538	\$ 439	\$ 367,430	\$ 2,493	\$ 1,462

			2011 Q3			2011 Q2			2011 Q1		
Type of Loan			Gross loans	Gross impaired loans	Year-to-date write-offs, net of recoveries	Gross loans	Gross impaired loans	Year-to-date write-offs, net of recoveries	Gross loans	Gross impaired loans	Year-to-date write-offs, net of recoveries
Residential mortgages ¹		8	\$ 149,309	\$ 763	\$ 25	\$ 143,301	\$ 768	\$ 16	\$ 139,444	\$ 786	\$ 9
Consumer instalment and other personal		9	113,264	401	455	112,542	374	293	106,732	376	150
Credit card		10	9,208	80	289	8,954	89	193	8,977	90	97
Business and government ^{1,4}		11	85,549	1,188	308	80,077	1,216	190	81,557	1,329	105
Total Loans Managed		12	357,330	2,432	1,077	344,874	2,447	692	336,710	2,581	361
Less: Business and government loans securitized and sold to third parties ⁵		13	2,407	-	-	2,381	-	-	2,413	-	-
Total loans managed, net of loans securitized		14	\$ 354,923	\$ 2,432	\$ 1,077	\$ 342,493	\$ 2,447	\$ 692	\$ 334,297	\$ 2,581	\$ 361

¹ Excludes loans classified as trading as the Bank intends to sell the loans immediately or in the near term, and loans designated at fair value through profit or loss for which no allowance is recorded.

² Excludes ACI loans and debt securities classified as loans.

³ Amounts include securitized mortgages that remain on balance sheet under IFRS.

⁴ Includes additional securitized commercial loans.

⁵ Business and government loans have been revised to include loans previously not presented as securitized.

Gross Loans and Acceptances by Industry Sector and Geographic Location¹

(\$ millions) AS AT	LINE #	2012 Q2				2012 Q1				2011 Q4			
		Canada	United States	Int'l	Total	Canada	United States	Int'l	Total	Canada	United States	Int'l	Total
By Industry Sector													
Personal													
Residential mortgages ²	1	\$ 146,233	\$ 14,843	\$ –	\$ 161,076	\$ 143,958	\$ 13,789	\$ –	\$ 157,747	\$ 142,297	\$ 12,495	\$ –	\$ 154,792
Consumer instalment and other personal													
HELOC	2	65,337	9,703	–	75,040	65,135	9,788	–	74,923	65,531	9,654	–	75,185
Indirect Auto	3	13,671	11,212	–	24,883	13,499	10,620	–	24,119	13,607	9,741	–	23,348
Other	4	15,245	448	12	15,705	15,435	462	12	15,909	15,380	449	12	15,841
Credit card	5	14,431	982	–	15,413	14,793	932	–	15,725	8,094	892	–	8,986
Total personal	6	254,917	37,188	12	292,117	252,820	35,591	12	288,423	244,909	33,231	12	278,152
Business & Government²													
Real estate													
Residential	7	11,518	3,013	–	14,531	11,234	3,072	–	14,306	10,738	3,101	–	13,839
Non-residential	8	6,705	9,796	208	16,709	6,451	9,856	210	16,517	5,899	9,443	220	15,562
Total real estate	9	18,223	12,809	208	31,240	17,685	12,928	210	30,823	16,637	12,544	220	29,401
Agriculture	10	3,022	260	7	3,289	2,922	275	7	3,204	2,751	229	–	2,980
Automotive	11	1,446	1,365	26	2,837	1,303	1,355	–	2,658	1,249	1,274	–	2,523
Financial	12	9,014	3,074	1,905	13,993	9,386	2,905	1,904	14,195	8,235	2,729	2,026	12,990
Food, beverage, and tobacco	13	1,122	1,246	225	2,593	1,066	1,232	229	2,527	1,043	1,228	218	2,489
Forestry	14	452	390	2	844	389	320	2	711	388	317	2	707
Government, public sector entities, and education	15	4,404	2,571	–	6,975	4,791	2,472	30	7,293	4,212	2,390	313	6,915
Health and social services	16	3,253	4,883	–	8,136	3,363	4,764	27	8,154	2,962	4,271	28	7,261
Industrial construction and trade contractors	17	1,405	1,132	12	2,549	1,336	1,053	53	2,442	1,341	1,105	–	2,446
Metals and mining	18	794	956	22	1,772	687	903	–	1,590	634	903	63	1,600
Pipelines, oil, and gas	19	1,873	833	–	2,706	1,940	959	–	2,899	1,850	801	80	2,731
Power and utilities	20	992	1,110	80	2,182	1,042	1,085	91	2,218	1,082	969	135	2,186
Professional and other services	21	1,914	3,202	15	5,131	1,919	2,992	16	4,927	1,830	2,875	16	4,721
Retail sector	22	2,038	2,276	–	4,314	1,985	2,206	–	4,191	2,035	2,327	–	4,362
Sundry manufacturing and wholesale	23	1,606	2,995	35	4,636	1,575	2,777	32	4,384	1,497	2,636	33	4,166
Telecommunications, cable, and media	24	1,095	1,150	106	2,351	1,055	1,095	127	2,277	909	1,050	152	2,111
Transportation	25	566	3,238	148	3,952	518	3,188	143	3,849	541	2,845	160	3,546
Other	26	2,785	1,011	71	3,867	2,181	1,022	72	3,275	2,524	1,360	74	3,958
Total business & government	27	56,004	44,501	2,862	103,367	55,143	43,531	2,943	101,617	51,720	41,853	3,520	97,093
Other Loans													
Debt securities classified as loans	28	599	3,370	1,849	5,818	657	3,610	1,970	6,237	653	3,804	2,054	6,511
Acquired credit-impaired loans ³	29	100	4,749	–	4,849	128	5,233	–	5,361	19	5,541	–	5,560
Total other loans	30	699	8,119	1,849	10,667	785	8,843	1,970	11,598	672	9,345	2,054	12,071
Total Gross Loans and Acceptances	31	\$ 311,620	\$ 89,808	\$ 4,723	\$ 406,151	\$ 308,748	\$ 87,965	\$ 4,925	\$ 401,638	\$ 297,301	\$ 84,429	\$ 5,586	\$ 387,316
Portfolio as a % of Total Gross Loans and Acceptances													
Personal													
Residential mortgages ²	32	36.0 %	3.7 %	– %	39.7 %	35.8 %	3.5 %	– %	39.3 %	36.7 %	3.3 %	– %	40.0 %
Consumer instalment and other personal													
HELOC	33	16.1	2.4	–	18.5	16.2	2.4	–	18.6	16.9	2.5	–	19.4
Indirect Auto	34	3.3	2.8	–	6.1	3.4	2.6	–	6.0	3.5	2.5	–	6.0
Other	35	3.8	0.1	–	3.9	3.8	0.2	–	4.0	4.0	0.1	–	4.1
Credit card	36	3.6	0.2	–	3.8	3.7	0.2	–	3.9	2.1	0.2	–	2.3
Total personal	37	62.8	9.2	–	72.0	62.9	8.9	–	71.8	63.2	8.6	–	71.8
Business & Government²	38	13.8	10.9	0.7	25.4	13.7	10.9	0.7	25.3	13.4	10.8	0.9	25.1
Other Loans													
Debt securities classified as loans	39	0.1	0.8	0.5	1.4	0.2	0.9	0.5	1.6	0.2	1.0	0.5	1.7
Acquired credit-impaired loans ³	40	–	1.2	–	1.2	–	1.3	–	1.3	–	1.4	–	1.4
Total other loans	41	0.1	2.0	0.5	2.6	0.2	2.2	0.5	2.9	0.2	2.4	0.5	3.1
Total Gross Loans and Acceptances	42	76.7 %	22.1 %	1.2 %	100.0 %	76.8 %	22.0 %	1.2 %	100.0 %	76.8 %	21.8 %	1.4 %	100.0 %

¹ Based on geographic location of unit responsible for recording revenue.

² Excludes loans classified as trading as the Bank intends to sell the loans immediately or in the near term, and loans designated at fair value through profit or loss for which no allowance is recorded.

³ Includes all FDIC covered loans and other ACI loans.

Gross Loans and Acceptances by Industry Sector and Geographic Location (Continued)¹

(\$ millions) AS AT	LINE #	2011 Q3				2011 Q2				2011 Q1			
		Canada	United States	Int'l	Total	Canada	United States	Int'l	Total	Canada	United States	Int'l	Total
By Industry Sector													
Personal													
Residential mortgages ²	1	\$ 138,259	\$ 11,050	\$ —	\$ 149,309	\$ 132,820	\$ 10,481	\$ —	\$ 143,301	\$ 129,162	\$ 10,282	\$ —	\$ 139,444
Consumer instalment and other personal													
HELOC	2	65,793	9,124	—	74,917	66,085	8,769	—	74,854	66,109	9,123	—	75,232
Indirect Auto	3	13,591	8,754	—	22,345	12,846	8,659	—	21,505	11,681	3,240	—	14,921
Other	4	15,568	421	13	16,002	15,612	559	12	16,183	15,821	746	12	16,579
Credit card	5	8,377	831	—	9,208	8,180	774	—	8,954	8,183	794	—	8,977
Total personal	6	241,588	30,180	13	271,781	235,543	29,242	12	264,797	230,956	24,185	12	255,153
Business & Government ²													
Real estate													
Residential	7	10,433	3,099	—	13,532	10,041	3,052	—	13,093	9,655	3,432	—	13,087
Non-residential	8	5,448	9,034	268	14,750	5,220	8,851	250	14,321	4,920	8,977	284	14,181
Total real estate	9	15,881	12,133	268	28,282	15,261	11,903	250	27,414	14,575	12,409	284	27,268
Agriculture	10	2,741	187	—	2,928	2,735	221	27	2,983	2,751	214	32	2,997
Automotive	11	1,253	1,222	—	2,475	1,179	1,215	—	2,394	1,103	1,273	1	2,377
Financial	12	6,884	2,310	1,728	10,922	5,658	2,302	1,269	9,229	5,237	2,339	953	8,529
Food, beverage, and tobacco	13	1,166	1,225	242	2,633	1,075	1,098	267	2,440	996	1,162	283	2,441
Forestry	14	395	291	28	714	388	269	27	684	350	356	28	734
Government, public sector entities, and education	15	4,453	2,265	286	7,004	3,694	2,091	287	6,072	3,724	2,132	242	6,098
Health and social services	16	2,953	4,078	27	7,058	2,858	3,975	29	6,862	2,916	4,062	29	7,007
Industrial construction and trade contractors	17	1,354	1,063	—	2,417	1,262	1,022	—	2,284	1,172	1,074	—	2,246
Metals and mining	18	698	811	154	1,663	648	723	60	1,431	581	662	67	1,310
Pipelines, oil, and gas	19	1,794	780	80	2,654	1,545	710	79	2,334	1,810	865	76	2,751
Power and utilities	20	1,046	920	161	2,127	975	862	228	2,065	895	933	341	2,169
Professional and other services	21	1,872	2,735	11	4,618	1,854	2,769	11	4,634	1,819	2,852	9	4,680
Retail sector	22	1,976	2,208	—	4,184	2,033	2,285	—	4,318	2,018	2,381	—	4,399
Sundry manufacturing and wholesale	23	1,410	2,393	5	3,808	1,462	2,159	83	3,704	1,444	2,095	102	3,641
Telecommunications, cable, and media	24	852	1,015	190	2,057	855	1,098	196	2,149	1,076	1,081	199	2,356
Transportation	25	561	2,529	142	3,232	539	1,903	146	2,588	489	2,108	254	2,851
Other	26	2,468	1,018	173	3,659	2,288	1,110	96	3,494	2,349	670	93	3,112
Total business & government	27	49,757	39,183	3,495	92,435	46,309	37,715	3,055	87,079	45,305	38,668	2,993	86,966
Other Loans													
Debt securities classified as loans	28	382	3,868	1,939	6,189	379	3,997	2,012	6,388	401	4,526	1,980	6,907
Acquired credit-impaired loans ³	29	23	5,678	—	5,701	31	6,311	—	6,342	—	6,422	—	6,422
Total other loans	30	405	9,546	1,939	11,890	410	10,308	2,012	12,730	401	10,948	1,980	13,329
Total Gross Loans and Acceptances	31	\$ 291,750	\$ 78,909	\$ 5,447	\$ 376,106	\$ 282,262	\$ 77,265	\$ 5,079	\$ 364,606	\$ 276,662	\$ 73,801	\$ 4,985	\$ 355,448
Portfolio as a % of Total Gross Loans and Acceptances													
Personal													
Residential mortgages ²	32	36.8 %	2.9 %	— %	39.7 %	36.4 %	2.9 %	— %	39.3 %	36.3 %	2.9 %	— %	39.2 %
Consumer instalment and other personal													
HELOC	33	17.5	2.4	—	19.9	18.1	2.4	—	20.5	18.6	2.6	—	21.2
Indirect Auto	34	3.6	2.3	—	5.9	3.5	2.4	—	5.9	3.3	0.9	—	4.2
Other	35	4.2	0.1	—	4.3	4.3	0.1	—	4.4	4.5	0.2	—	4.7
Credit card	36	2.2	0.3	—	2.5	2.3	0.2	—	2.5	2.3	0.2	—	2.5
Total personal	37	64.3	8.0	—	72.3	64.6	8.0	—	72.6	65.0	6.8	—	71.8
Business & Government ²													
Debt securities classified as loans	39	0.1	1.0	0.5	1.6	0.1	1.1	0.6	1.8	0.1	1.3	0.6	2.0
Acquired credit-impaired loans ³	40	—	1.5	—	1.5	—	1.7	—	1.7	—	1.8	—	1.8
Total other loans	41	0.1	2.5	0.5	3.1	0.1	2.8	0.6	3.5	0.1	3.1	0.6	3.8
Total Gross Loans and Acceptances	42	77.6 %	21.0 %	1.4 %	100.0 %	77.4 %	21.2 %	1.4 %	100.0 %	77.8 %	20.8 %	1.4 %	100.0 %

¹ Based on geographic location of unit responsible for recording revenue.

² Excludes loans classified as trading as the Bank intends to sell the loans immediately or in the near term, and loans designated at fair value through profit or loss for which no allowance is recorded.

³ Includes all FDIC covered loans and other ACI loans.

Impaired Loans^{1,2}

(\$ millions, except as noted)
AS AT

LINE #	2012		2011				Year to Date		Full Year
	Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	2011
CHANGE IN GROSS IMPAIRED LOANS BY SEGMENT									
Personal, Business, and Government Loans									
Balance at beginning of period	\$ 2,538	\$ 2,493	\$ 2,432	\$ 2,447	\$ 2,581	\$ 2,535	\$ 2,493	\$ 2,535	\$ 2,535
Additions									
Canadian Personal and Commercial Banking	664	653	594	580	568	602	1,317	1,170	2,344
U.S. Personal and Commercial Banking ³	315	333	342	361	255	315	648	570	1,273
- in USD	(2)	4	4	(14)	(8)	2	2	(6)	(16)
- foreign exchange									
Wholesale Banking	313	337	346	347	247	317	650	564	1,257
	4	6	9	-	-	-	10	-	9
Total Additions	981	996	949	927	815	919	1,977	1,734	3,610
Return to performing status, repaid or sold	(672)	(481)	(532)	(546)	(485)	(452)	(1,153)	(937)	(2,015)
Net new additions	309	515	417	381	330	467	824	797	1,595
Write-offs	(458)	(474)	(425)	(423)	(386)	(395)	(932)	(781)	(1,629)
Foreign exchange and other adjustments	(20)	4	69	27	(78)	(26)	(16)	(104)	(8)
Change during the period	(169)	45	61	(15)	(134)	46	(124)	(88)	(42)
Total Gross Impaired Loans - Balance at End of Period	\$ 2,369	\$ 2,538	\$ 2,493	\$ 2,432	\$ 2,447	\$ 2,581	\$ 2,369	\$ 2,447	\$ 2,493
GROSS IMPAIRED LOANS BY SEGMENT									
Personal, Business, and Government Loans									
Canadian Personal and Commercial Banking	\$ 1,149	\$ 1,165	\$ 1,098	\$ 1,068	\$ 1,094	\$ 1,115	\$ 1,149	\$ 1,094	\$ 1,098
U.S. Personal and Commercial Banking	1,186	1,325	1,351	1,374	1,361	1,395	1,186	1,361	1,351
- in USD	(14)	4	(4)	(61)	(73)	2	(14)	(73)	(4)
- foreign exchange									
Wholesale Banking	1,172	1,329	1,347	1,313	1,288	1,397	1,172	1,288	1,347
Other	45	41	45	47	65	69	45	65	45
	3	3	3	4	-	-	3	-	3
Total Gross Impaired Loans	\$ 2,369	\$ 2,538	\$ 2,493	\$ 2,432	\$ 2,447	\$ 2,581	\$ 2,369	\$ 2,447	\$ 2,493
NET IMPAIRED LOANS BY SEGMENT									
Personal, Business, and Government Loans									
Canadian Personal and Commercial Banking	\$ 943	\$ 950	\$ 892	\$ 866	\$ 890	\$ 896	\$ 943	\$ 890	\$ 892
U.S. Personal and Commercial Banking	1,038	1,149	1,143	1,158	1,127	1,141	1,038	1,127	1,143
- in USD	(13)	3	(4)	(51)	(61)	2	(13)	(61)	(4)
- foreign exchange									
Wholesale Banking	1,025	1,152	1,139	1,107	1,066	1,143	1,025	1,066	1,139
	31	27	32	35	34	38	31	34	32
Total Net Impaired Loans	\$ 1,999	\$ 2,129	\$ 2,063	\$ 2,008	\$ 1,990	\$ 2,077	\$ 1,999	\$ 1,990	\$ 2,063
Net Impaired Loans as a % of Net Loans and Acceptances	0.51 %	0.55 %	0.56 %	0.56 %	0.57 %	0.61 %	0.51 %	0.57 %	0.56 %

¹ Includes customers' liability under acceptances.

² Excludes ACI loans and debt securities classified as loans. For additional information on ACI loans, see pages 34 to 35.

³ Includes a small portion of personal and commercial loans booked in U.S. entities, but managed by CAD P&C.

Impaired Loans and Acceptances by Industry Sector and Geographic Location^{1,2}

(\$ millions) AS AT	LINE #	2012 Q2				2012 Q1				2011 Q4			
By Industry Sector		Canada	United States	Int'l	Total	Canada	United States	Int'l	Total	Canada	United States	Int'l	Total
Personal													
Residential mortgages	1	\$ 551	\$ 171	\$ -	\$ 722	\$ 610	\$ 186	\$ -	\$ 796	\$ 611	\$ 178	\$ -	\$ 789
Consumer instalment and other personal													
HELOC	2	191	99	-	290	200	110	-	310	193	97	-	290
Indirect Auto	3	38	8	-	46	43	10	-	53	42	8	-	50
Other	4	73	3	-	76	72	7	-	79	73	2	-	75
Credit card	5	167	13	-	180	115	17	-	132	70	15	-	85
Total personal	6	1,020	294	-	1,314	1,040	330	-	1,370	989	300	-	1,289
Business & Government													
Real estate													
Residential	7	12	192	-	204	12	235	-	247	21	287	-	308
Non-residential	8	5	298	-	303	15	337	-	352	7	321	-	328
Total real estate	9	17	490	-	507	27	572	-	599	28	608	-	636
Agriculture	10	9	4	-	13	9	4	-	13	7	4	-	11
Automotive	11	3	11	-	14	3	21	-	24	1	23	-	24
Financial	12	3	9	-	12	4	16	-	20	4	20	-	24
Food, beverage, and tobacco	13	1	9	-	10	2	14	-	16	1	7	-	8
Forestry	14	1	1	-	2	1	1	-	2	-	2	-	2
Government, public sector entities, and education	15	4	5	-	9	4	7	-	11	5	8	-	13
Health and social services	16	22	50	-	72	4	43	-	47	3	52	-	55
Industrial construction and trade contractors	17	17	37	-	54	17	47	-	64	16	42	-	58
Metals and mining	18	8	34	-	42	10	15	-	25	3	20	-	23
Pipelines, oil, and gas	19	3	-	-	3	3	-	-	3	3	-	-	3
Power and utilities	20	-	2	-	2	-	7	-	7	-	7	-	7
Professional and other services	21	12	45	-	57	9	50	-	59	9	46	-	55
Retail sector	22	33	82	-	115	33	97	-	130	32	106	-	138
Sundry manufacturing and wholesale	23	19	34	-	53	20	31	-	51	20	32	-	52
Telecommunications, cable, and media	24	1	6	-	7	2	9	-	11	2	7	-	9
Transportation	25	4	49	-	53	4	53	-	57	5	53	-	58
Other	26	14	16	-	30	15	14	-	29	18	10	-	28
Total business & government	27	171	884	-	1,055	167	1,001	-	1,168	157	1,047	-	1,204
Total Gross Impaired Loans²	28	\$ 1,191	\$ 1,178	\$ -	\$ 2,369	\$ 1,207	\$ 1,331	\$ -	\$ 2,538	\$ 1,146	\$ 1,347	\$ -	\$ 2,493
Gross Impaired Loans as a % of Gross Loans and Acceptances													
Personal													
Residential mortgages	29	0.38 %	1.15 %	- %	0.45 %	0.42 %	1.35 %	-	0.50 %	0.43 %	1.42 %	-	0.51 %
Consumer instalment and other personal													
HELOC	30	0.29	1.02	-	0.39	0.31	1.12	-	0.41	0.29	1.00	-	0.39
Indirect Auto	31	0.28	0.07	-	0.18	0.32	0.09	-	0.22	0.31	0.08	-	0.21
Other	32	0.48	0.67	-	0.48	0.47	1.52	-	0.50	0.47	0.45	-	0.47
Credit card	33	1.16	1.32	-	1.17	0.78	1.82	-	0.84	0.86	1.68	-	0.95
Total personal	34	0.40	0.79	-	0.45	0.41	0.93	-	0.47	0.40	0.90	-	0.46
Business & Government	35	0.31	1.99	-	1.02	0.30	2.30	-	1.15	0.30	2.50	-	1.24
Total Gross Impaired Loans²	36	0.38 %	1.44 %	- %	0.60 %	0.39 %	1.68 %	- %	0.65 %	0.39 %	1.79 %	- %	0.66 %

¹ Based on geographic location of unit responsible for recording revenue.

² Excludes ACI loans and debt securities classified as loans. For additional information on ACI loans, see pages 34 to 35.

Impaired Loans and Acceptances by Industry Sector and Geographic Location (Continued)^{1,2}

(\$ millions) AS AT	LINE #	2011 Q3				2011 Q2				2011 Q1			
By Industry Sector		Canada	United States	Int'l	Total	Canada	United States	Int'l	Total	Canada	United States	Int'l	Total
Personal													
Residential mortgages	1	\$ 596	\$ 167	\$ -	\$ 763	\$ 609	\$ 159	\$ -	\$ 768	\$ 620	\$ 166	\$ -	\$ 786
Consumer instalment and other personal													
HELOC	2	186	92	-	278	182	85	-	267	162	90	-	252
Indirect Auto	3	41	5	-	46	35	2	-	37	43	3	-	46
Other	4	73	4	-	77	68	2	-	70	76	2	-	78
Credit card	5	66	14	-	80	74	15	-	89	72	18	-	90
Total personal	6	962	282	-	1,244	968	263	-	1,231	973	279	-	1,252
Business & Government													
Real estate													
Residential	7	20	279	-	299	22	305	-	327	30	366	-	396
Non-residential	8	2	313	-	315	1	295	-	296	2	305	-	307
Total real estate	9	22	592	-	614	23	600	-	623	32	671	-	703
Agriculture	10	7	4	-	11	5	6	-	11	5	4	-	9
Automotive	11	1	35	-	36	4	38	-	42	8	35	-	43
Financial	12	4	27	-	31	4	32	1	37	5	31	1	37
Food, beverage, and tobacco	13	2	6	-	8	2	5	-	7	4	5	-	9
Forestry	14	-	2	-	2	2	1	-	3	2	2	-	4
Government, public sector entities, and education	15	-	7	-	7	1	6	-	7	1	7	-	8
Health and social services	16	4	38	-	42	5	34	-	39	6	28	-	34
Industrial construction and trade contractors	17	18	47	-	65	10	50	-	60	10	48	-	58
Metals and mining	18	2	19	-	21	4	11	-	15	12	13	-	25
Pipelines, oil, and gas	19	3	2	-	5	21	1	-	22	19	1	-	20
Power and utilities	20	-	10	-	10	-	6	-	6	-	6	-	6
Professional and other services	21	10	47	-	57	10	52	-	62	9	45	-	54
Retail sector	22	30	94	-	124	26	97	-	123	23	122	-	145
Sundry manufacturing and wholesale	23	20	42	-	62	38	42	-	80	43	46	-	89
Telecommunications, cable, and media	24	2	7	-	9	7	9	-	16	7	11	-	18
Transportation	25	6	51	-	57	7	32	-	39	2	38	-	40
Other	26	18	9	-	27	14	10	-	24	14	13	-	27
Total business & government	27	149	1,039	-	1,188	183	1,032	1	1,216	202	1,126	1	1,329
Total Gross Impaired Loans	28	\$ 1,111	\$ 1,321	\$ -	\$ 2,432	\$ 1,151	\$ 1,295	\$ 1	\$ 2,447	\$ 1,175	\$ 1,405	\$ 1	\$ 2,581
Gross Impaired Loans as a % of Gross Loans and Acceptances													
Personal													
Residential mortgages	29	0.43 %	1.51 %	-	0.51 %	0.46 %	1.52 %	-	0.54 %	0.48 %	1.61 %	-	0.56 %
Consumer instalment and other personal													
HELOC	30	0.28	1.01	-	0.37	0.28	0.97	-	0.36	0.25	0.99	-	0.33
Indirect Auto	31	0.30	0.06	-	0.21	0.27	0.02	-	0.17	0.37	0.09	-	0.31
Other	32	0.47	0.95	-	0.48	0.44	0.36	-	0.43	0.48	0.27	-	0.47
Credit card	33	0.79	1.68	-	0.87	0.90	1.94	-	0.99	0.88	2.27	-	1.00
Total personal	34	0.40	0.93	-	0.46	0.41	0.90	-	0.46	0.42	1.15	-	0.49
Business & Government	35	0.30	2.65	-	1.29	0.40	2.74	0.03	1.40	0.45	2.91	0.03	1.53
Total Gross Impaired Loans	36	0.38 %	1.90 %	-	0.67 %	0.41 %	1.93 %	0.03 %	0.70 %	0.43 %	2.24 %	0.03 %	0.75 %

¹ Based on geographic location of unit responsible for recording revenue.

² Excludes ACI loans and debt securities classified as loans. For additional information on ACI loans, see pages 34 to 35.

Allowance for Credit Losses

(\$ millions) AS AT		2012						2011		Year to Date		Full Year
LINE #		Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	2011		
COUNTERPARTY-SPECIFIC ALLOWANCE												
Change in Allowance for Credit Losses – Counterparty-Specific												
1	Balance at beginning of period	\$ 382	\$ 397	\$ 397	\$ 466	\$ 479	\$ 416	\$ 397	\$ 416	\$ 416		
2	Provision for credit losses – counterparty-specific	92	127	87	65	69	137	219	206	358		
3	Write-offs	(115)	(143)	(110)	(147)	(81)	(76)	(258)	(157)	(414)		
4	Recoveries	1	1	6	2	19	2	2	21	29		
5	Foreign exchange and other adjustments	4	–	17	11	(20)	–	4	(20)	8		
6	Balance at end of period	364	382	397	397	466	479	364	466	397		
COLLECTIVELY ASSESSED ALLOWANCE												
Change in Allowance for Credit Losses – Individually Insignificant												
7	Balance at beginning of period	276	274	286	245	256	261	274	261	261		
8	Provision for credit losses – individually insignificant	246	294	262	315	250	270	540	520	1,097		
9	Write-offs	(332)	(349)	(340)	(336)	(307)	(319)	(681)	(626)	(1,302)		
10	Recoveries	37	34	34	36	36	32	71	68	138		
11	Foreign exchange and other adjustments	53	23	32	26	10	12	76	22	80		
12	Balance at end of period	280	276	274	286	245	256	280	245	274		
Change in Allowance for Credit Losses – Incurred but not Identified												
13	Balance at beginning of period	1,919	1,926	1,895	1,887	1,907	1,910	1,926	1,910	1,910		
14	Provision for credit losses – incurred but not identified	50	(17)	(9)	–	30	14	33	44	35		
15	Foreign exchange and other adjustments	(15)	10	40	8	(50)	(17)	(5)	(67)	(19)		
16	Balance at end of period	1,954	1,919	1,926	1,895	1,887	1,907	1,954	1,887	1,926		
17	Allowance for Credit Losses at End of Period	2,598	2,577	2,597	2,578	2,598	2,642	2,598	2,598	2,597		
Consisting of:												
Allowance for loan losses												
18	Canada	1,137	1,036	1,008	997	1,005	1,009	1,137	1,005	1,008		
19	United States	1,256	1,243	1,303	1,289	1,305	1,336	1,256	1,305	1,303		
20	International	1	3	3	3	3	3	1	3	3		
21	Total allowance for loan losses	2,394	2,282	2,314	2,289	2,313	2,348	2,394	2,313	2,314		
22	Allowance for credit losses for off-balance sheet instruments	204	295	283	289	285	294	204	285	283		
23	Allowance for Credit Losses at End of Period	\$ 2,598	\$ 2,577	\$ 2,597	\$ 2,578	\$ 2,598	\$ 2,642	\$ 2,598	\$ 2,598	\$ 2,597		

Allowance for Credit Losses by Industry Sector and Geographic Location¹

(\$ millions) AS AT	LINE #	2012 Q2				2012 Q1				2011 Q4			
		Canada	United States	Int'l	Total	Canada	United States	Int'l	Total	Canada	United States	Int'l	Total
By Industry Sector													
Allowance for Credit Losses – Counterparty-Specific and Individually Insignificant – On-balance Sheet Loans													
Personal													
Residential mortgages	1	\$ 12	\$ 9	\$ –	\$ 21	\$ 13	\$ 17	\$ –	\$ 30	\$ 15	\$ 17	\$ –	\$ 32
Consumer instalment and other personal													
HELOC	2	14	13	–	27	14	26	–	40	13	24	–	37
Indirect Auto	3	24	3	–	27	28	4	–	32	26	2	–	28
Other	4	45	1	–	46	46	2	–	48	47	2	–	49
Credit card	5	51	12	–	63	52	12	–	64	52	12	–	64
Total personal	6	146	38	–	184	153	61	–	214	153	57	–	210
Business & Government													
Real estate													
Residential	7	4	22	–	26	5	14	–	19	8	37	–	45
Non-residential	8	2	38	–	40	8	43	–	51	1	39	–	40
Total real estate	9	6	60	–	66	13	57	–	70	9	76	–	85
Agriculture	10	2	–	–	2	2	–	–	2	2	–	–	2
Automotive	11	1	1	–	2	2	3	–	5	–	3	–	3
Financial	12	3	4	–	7	3	4	–	7	3	4	–	7
Food, beverage, and tobacco	13	–	2	–	2	–	3	–	3	–	1	–	1
Forestry	14	–	–	–	–	–	–	–	–	–	1	–	1
Government, public sector entities, and education	15	2	–	–	2	2	1	–	3	2	1	–	3
Health and social services	16	5	7	–	12	3	9	–	12	2	2	–	4
Industrial construction and trade contractors	17	11	4	–	15	9	8	–	17	9	8	–	17
Metals and mining	18	6	1	–	7	6	1	–	7	–	10	–	10
Pipelines, oil, and gas	19	1	–	–	1	1	–	–	1	1	–	–	1
Power and utilities	20	–	–	–	–	–	2	–	2	–	1	–	1
Professional and other services	21	6	4	–	10	5	5	–	10	6	7	–	13
Retail sector	22	11	6	–	17	11	13	–	24	11	16	–	27
Sundry manufacturing and wholesale	23	8	8	–	16	7	4	–	11	6	10	–	16
Telecommunications, cable, and media	24	–	3	–	3	–	3	–	3	1	1	–	2
Transportation	25	4	7	–	11	4	4	–	8	4	7	–	11
Other	26	9	4	–	13	9	1	–	10	13	3	–	16
Total business & government	27	75	111	–	186	77	118	–	195	69	151	–	220
Other Loans													
Debt securities classified as loans	28	–	177	–	177	–	180	–	180	–	179	–	179
Acquired credit-impaired loans ²	29	2	93	–	95	3	64	–	67	3	57	–	60
Total other loans	30	2	270	–	272	3	244	–	247	3	236	–	239
Total Allowance for Credit Losses – Counterparty-Specific and Individually Insignificant	31	223	419	–	642	233	423	–	656	225	444	–	669
Allowance for Credit Losses – Incurred but Not Identified – On-Balance Sheet Loans													
Personal													
Residential mortgages	32	14	17	–	31	17	10	–	27	18	10	–	28
Consumer instalment and other personal													
HELOC	33	6	54	–	60	5	29	–	34	6	31	–	37
Indirect Auto	34	80	56	–	136	81	76	–	157	98	67	–	165
Other	35	193	11	–	204	162	8	–	170	157	8	–	165
Credit card	36	435	35	–	470	267	41	–	308	209	35	–	244
Total personal	37	728	173	–	901	532	164	–	696	488	151	–	639
Business & Government	38	186	510	1	697	271	503	3	777	296	558	3	857
Other Loans													
Debt securities classified as loans	39	–	154	–	154	–	153	–	153	–	149	–	149
Total other loans	40	–	154	–	154	–	153	–	153	–	149	–	149
Total Allowance for Credit Losses – Incurred but Not Identified	41	914	837	1	1,752	803	820	3	1,626	784	858	3	1,645
Allowance for Loan Losses – On-Balance Sheet Loans	42	1,137	1,256	1	2,394	1,036	1,243	3	2,282	1,009	1,302	3	2,314
Allowances for Credit Losses – Off-Balance Sheet Instruments	43	112	91	1	204	191	101	3	295	176	103	4	283
Total Allowance for Credit Losses	44	\$ 1,249	\$ 1,347	\$ 2	\$ 2,598	\$ 1,227	\$ 1,344	\$ 6	\$ 2,577	\$ 1,185	\$ 1,405	\$ 7	\$ 2,597
Allowance for Credit Losses – Counterparty-Specific and Individually Insignificant as a % of Gross Impaired Loans³													
Personal													
Residential mortgages	45	2.2 %	5.3 %	– %	2.9 %	2.1 %	9.1 %	– %	3.8 %	2.5 %	9.6 %	– %	4.1 %
Consumer instalment and other personal													
HELOC	46	7.3	13.1	–	9.3	7.0	23.6	–	12.9	6.7	24.7	–	12.8
Indirect Auto	47	63.2	37.5	–	58.7	65.1	40.0	–	60.4	61.9	25.0	–	56.0
Other	48	61.6	33.3	–	60.5	63.9	28.6	–	60.8	64.4	100.0	–	65.3
Credit card	49	30.5	92.3	–	35.0	45.2	70.6	–	48.5	74.3	80.0	–	75.3
Total personal	50	14.3	12.9	–	14.0	14.7	18.5	–	15.6	15.5	19.0	–	16.3
Business & Government	51	43.9	12.6	–	17.6	46.1	11.8	–	16.7	43.9	14.4	–	18.3
Total Allowance for Credit Losses – Counterparty-Specific and Individually Insignificant³	52	18.6 %	12.6 %	– %	15.6 %	19.1 %	13.4 %	– %	16.1 %	19.4 %	15.4 %	– %	17.2 %
Total allowance for credit losses as a % of gross loans and acceptances³	53	0.4 %	1.1 %	0.1 %	0.5 %	0.4 %	1.2 %	0.2 %	0.6 %	0.4 %	1.4 %	0.2 %	0.6 %

¹ Based on geographic location of unit responsible for recording revenue.

² Includes all FDIC covered loans and other ACI loans.

³ Excludes ACI loans and debt securities classified as loans. For additional information on ACI loans, see pages 34 to 35.

Allowance for Credit Losses by Industry Sector and Geographic Location (Continued)¹

(\$ millions) AS AT	LINE #	2011 Q3				2011 Q2				2011 Q1			
		Canada	United States	Int'l	Total	Canada	United States	Int'l	Total	Canada	United States	Int'l	Total
By Industry Sector													
Allowance for Credit Losses – Counterparty-Specific and Individually Insignificant – On-balance Sheet Loans													
Personal													
Residential mortgages	1	\$ 12	\$ 24	\$ –	\$ 36	\$ 12	\$ 17	\$ –	\$ 29	\$ 10	\$ 13	\$ –	\$ 23
HELOC	2	15	25	–	40	14	33	–	47	13	36	–	49
Indirect Auto	3	24	1	–	25	21	–	–	21	22	1	–	23
Other	4	47	3	–	50	42	2	–	44	50	2	–	52
Credit card	5	49	11	–	60	55	12	–	67	54	15	–	69
Total personal	6	147	64	–	211	144	64	–	208	149	67	–	216
Business & Government													
Real estate													
Residential	7	7	39	–	46	8	51	–	59	10	62	–	72
Non-residential	8	1	31	–	32	–	32	–	32	1	37	–	38
Total real estate	9	8	70	–	78	8	83	–	91	11	99	–	110
Agriculture	10	2	1	–	3	2	1	–	3	3	1	–	4
Automotive	11	–	3	–	3	3	4	–	7	3	4	–	7
Financial	12	3	6	–	9	3	6	–	9	3	4	–	7
Food, beverage, and tobacco	13	2	1	–	3	1	1	–	2	3	1	–	4
Forestry	14	–	1	–	1	1	1	–	2	1	1	–	2
Government, public sector entities, and education	15	–	–	–	–	–	1	–	1	–	1	–	1
Health and social services	16	4	6	–	10	4	4	–	8	5	4	–	9
Industrial construction and trade contractors	17	9	9	–	18	4	10	–	14	4	10	–	14
Metals and mining	18	1	1	–	2	2	2	–	4	3	2	–	5
Pipelines, oil, and gas	19	1	–	–	1	8	–	–	8	9	–	–	9
Power and utilities	20	–	3	–	3	–	2	–	2	–	2	–	2
Professional and other services	21	5	7	–	12	5	7	–	12	5	7	–	12
Retail sector	22	11	16	–	27	9	22	–	31	8	26	–	34
Sundry manufacturing and wholesale	23	7	9	–	16	26	9	–	35	28	14	–	42
Telecommunications, cable, and media	24	1	1	–	2	1	2	–	3	4	1	–	5
Transportation	25	5	4	–	9	4	3	–	7	1	5	–	6
Other	26	12	4	–	16	10	–	–	10	10	5	–	15
Total business & government	27	71	142	–	213	91	158	–	249	101	187	–	288
Other Loans													
Debt securities classified as loans	28	–	191	–	191	–	214	–	214	–	229	–	229
Acquired credit-impaired loans ²	29	–	66	–	66	–	38	–	38	–	–	–	–
Total other loans	30	–	257	–	257	–	252	–	252	–	229	–	229
Total Allowance for Credit Losses – Counterparty-Specific and Individually Insignificant	31	218	463	–	681	235	474	–	709	250	483	–	733
Allowance for Credit Losses – Incurred but Not Identified – On-Balance Sheet Loans													
Personal													
Residential mortgages	32	12	12	–	24	11	17	–	28	18	17	–	35
HELOC	33	5	32	–	37	7	33	–	40	9	34	–	43
Indirect Auto	34	104	52	–	156	91	30	–	121	103	31	–	134
Other	35	168	9	–	177	188	9	–	197	181	11	–	192
Credit card	36	221	34	–	255	199	34	–	233	194	35	–	229
Total personal	37	510	139	–	649	496	123	–	619	505	128	–	633
Business & Government	38	269	547	3	819	274	572	3	849	254	583	3	840
Other Loans													
Debt securities classified as loans	39	–	140	–	140	–	136	–	136	–	142	–	142
Total other loans	40	–	140	–	140	–	136	–	136	–	142	–	142
Total Allowance for Credit Losses – Incurred but Not Identified	41	779	826	3	1,608	770	831	3	1,604	759	853	3	1,615
Allowance for Loan Losses – On-Balance Sheet Loans	42	997	1,289	3	2,289	1,005	1,305	3	2,313	1,009	1,336	3	2,348
Allowances for Credit Losses – Off-Balance Sheet Instruments	43	179	107	3	289	186	96	3	285	194	97	3	294
Total Allowance for Credit Losses	44	\$ 1,176	\$ 1,396	\$ 6	\$ 2,578	\$ 1,191	\$ 1,401	\$ 6	\$ 2,598	\$ 1,203	\$ 1,433	\$ 6	\$ 2,642
Allowance for Credit Losses – Counterparty-Specific and Individually Insignificant as a % of Gross Impaired Loans³													
Personal													
Residential mortgages	45	2.0 %	14.4 %	– %	4.7 %	2.0 %	10.7 %	– %	3.8 %	1.6 %	7.8 %	– %	2.9 %
Consumer instalment and other personal													
HELOC	46	8.1	27.2	–	14.4	7.7	38.8	–	17.6	8.0	40.0	–	19.4
Indirect Auto	47	58.5	20.0	–	54.3	60.0	–	–	56.8	51.2	33.3	–	50.0
Other	48	64.4	75.0	–	64.9	61.8	100.0	–	62.9	65.8	100.0	–	66.7
Credit card	49	74.2	78.6	–	75.0	74.3	80.0	–	75.3	75.0	83.3	–	76.7
Total personal	50	15.3	22.7	–	17.0	14.9	24.3	–	16.9	15.3	24.0	–	17.3
Business & Government	51	47.7	13.7	–	17.9	49.7	15.3	–	20.5	50.0	16.6	–	21.7
Total Allowance for Credit Losses – Counterparty-Specific and Individually Insignificant³	52	19.6 %	15.6 %	– %	17.4 %	20.4 %	17.1 %	– %	18.7 %	21.3 %	18.1 %	– %	19.5 %
Total allowance for credit losses as a % of gross loans and acceptances³	53	0.4 %	1.4 %	0.2 %	0.6 %	0.4 %	1.5 %	0.2 %	0.6 %	0.4 %	1.7 %	0.2 %	0.7 %

¹ Based on geographic location of unit responsible for recording revenue.

² Includes all FDIC covered loans and other ACI loans.

³ Excludes ACI loans and debt securities classified as loans. For additional information on ACI loans, see pages 34 to 35.

Provision for Credit Losses

(\$ millions, except as noted)
FOR THE PERIOD ENDED

LINE #	2012		2011				Year to Date		Full Year
	Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	2011
PROVISION FOR (REVERSAL OF) CREDIT LOSSES									
Provision for Credit Losses for Counterparty-Specific and Individually Insignificant									
1	\$ 93	\$ 128	\$ 93	\$ 67	\$ 89	\$ 139	\$ 221	\$ 228	\$ 388
2	283	328	296	351	285	302	611	587	1,234
3	(38)	(35)	(40)	(38)	(55)	(34)	(73)	(89)	(167)
4	338	421	349	380	319	407	759	726	1,455
Provision for Credit Losses - Incurred But Not Identified									
5	16	33	–	–	–	–	49	–	–
6	34	(49)	(9)	(2)	32	13	(15)	45	34
7	–	(1)	–	1	(3)	–	(1)	(3)	(2)
8	34	(50)	(9)	(1)	29	13	(16)	42	32
9	–	–	–	1	1	1	–	2	3
10	50	(17)	(9)	–	30	14	33	44	35
11	\$ 388	\$ 404	\$ 340	\$ 380	\$ 349	\$ 421	\$ 792	\$ 770	\$ 1,490
PROVISION FOR (REVERSAL OF) CREDIT LOSSES BY SEGMENT									
12	\$ 274	\$ 283	\$ 212	\$ 205	\$ 192	\$ 215	\$ 557	\$ 407	\$ 824
13	193	155	130	180	181	207	348	388	698
14	(1)	3	–	(6)	(5)	–	2	(5)	(11)
15	192	158	130	174	176	207	350	383	687
16	6	12	3	6	7	6	18	13	22
17	(5)	(6)	(7)	(6)	(6)	(7)	(11)	(13)	(26)
18	(80)	(41)	–	–	–	–	(121)	–	–
19	1	(2)	2	1	(20)	–	(1)	(20)	(17)
20	(84)	(49)	(5)	(5)	(26)	(7)	(133)	(33)	(43)
21	\$ 388	\$ 404	\$ 340	\$ 380	\$ 349	\$ 421	\$ 792	\$ 770	\$ 1,490

¹ Premiums on CDS recorded in PCL for Wholesale Banking are reclassified to trading income in the Corporate segment.

Provision for Credit Losses by Industry Sector and Geographic Location¹

(\$ millions) FOR THE PERIOD ENDED	LINE #	2012 Q2				2012 Q1				2011 Q4			
		Canada	United States	Int'l	Total	Canada	United States	Int'l	Total	Canada	United States	Int'l	Total
By Industry Sector													
Provision for Credit Losses – Counterparty-Specific and Individually Insignificant													
Personal													
Residential mortgages	1	\$ 1	\$ (2)	\$ –	\$ (1)	\$ (2)	\$ 4	\$ –	\$ 2	\$ 5	\$ (2)	\$ –	\$ 3
Consumer Instalment and Other Personal													
HELOC	2	2	6	–	8	3	22	–	25	2	18	–	20
Indirect Auto	3	29	13	–	42	37	23	–	60	34	22	–	56
Other	4	61	8	–	69	69	13	–	82	71	11	–	82
Credit card	5	73	12	–	85	75	13	–	88	77	12	–	89
Total personal	6	166	37	–	203	182	75	–	257	189	61	–	250
Business & Government													
Real estate													
Residential	7	1	29	–	30	(1)	21	–	20	–	26	–	26
Non-residential	8	(6)	20	–	14	7	31	–	38	–	22	–	22
Total real estate	9	(5)	49	–	44	6	52	–	58	–	48	–	48
Agriculture	10	–	–	–	–	–	–	–	–	1	–	–	1
Automotive	11	1	–	–	1	2	1	–	3	1	(3)	–	(2)
Financial	12	–	2	–	2	–	2	–	2	1	1	–	2
Food, beverage, and tobacco	13	–	2	–	2	–	2	–	2	–	1	–	1
Government, public sector entities, and education	14	–	–	–	–	–	6	–	6	2	1	–	3
Health and social services	15	2	–	–	2	1	8	–	9	–	–	–	–
Industrial construction and trade contractors	16	2	1	–	3	5	5	–	10	4	5	–	9
Metals and mining	17	–	–	–	–	6	1	–	7	(1)	9	–	8
Pipelines, oil, and gas	18	–	–	–	–	–	–	–	–	1	–	–	1
Power and utilities	19	–	3	–	3	–	1	–	1	–	2	–	2
Professional and other services	20	3	2	–	5	1	2	–	3	4	6	–	10
Retail sector	21	4	–	–	4	4	12	–	16	3	7	–	10
Sundry manufacturing and wholesale	22	3	6	–	9	2	3	–	5	–	4	–	4
Telecommunications, cable, and media	23	–	1	–	1	–	1	–	1	2	1	–	3
Transportation	24	1	12	–	13	1	–	–	1	1	3	–	4
Other	25	3	11	–	14	3	(4)	–	(1)	3	5	–	8
Total business & government	26	14	89	–	103	31	92	–	123	22	90	–	112
Other Loans													
Acquired credit-impaired loans ²	27	–	32	–	32	–	41	–	41	3	(16)	–	(13)
Total other loans	28	–	32	–	32	–	41	–	41	3	(16)	–	(13)
Total Provision for Credit Losses – Counterparty-Specific and Individually Insignificant	29	180	158	–	338	213	208	–	421	214	135	–	349
Provision for Credit Losses – Incurred but Not Identified													
Personal, business & government													
Other Loans													
Debt securities classified as loans	31	–	3	–	3	–	3	–	3	–	3	–	3
Total other loans	32	–	3	–	3	–	3	–	3	–	3	–	3
Total Provision for Credit Losses – Incurred but not Identified	33	31	23	(4)	50	39	(55)	(1)	(17)	–	(10)	1	(9)
Total Provision for Credit Losses	34	\$ 211	\$ 181	\$ (4)	\$ 388	\$ 252	\$ 153	\$ (1)	\$ 404	\$ 214	\$ 125	\$ 1	\$ 340
Provision for Credit Losses – Counterparty-Specific and Individually Insignificant as a % of Average Net Loans and Acceptances													
Personal													
Residential mortgages	35	– %	(0.06) %	– %	– %	(0.01) %	0.12 %	– %	0.01 %	0.01 %	(0.07) %	– %	0.01 %
Consumer instalment and other personal													
HELOC	36	0.01	0.25	–	0.04	0.02	0.89	–	0.13	0.01	0.74	–	0.11
Indirect Auto	37	0.87	0.49	–	0.70	1.10	0.88	–	1.00	1.00	0.91	–	0.96
Other	38	1.63	6.92	–	1.78	1.83	11.05	–	2.10	1.85	10.42	–	2.07
Credit card	39	2.11	5.55	–	2.32	2.35	5.90	–	2.58	3.70	5.68	–	3.89
Total personal	40	0.27	0.42	–	0.29	0.29	0.86	–	0.36	0.31	0.75	–	0.36
Business & Government													
Total Provision for Credit Losses – Counterparty-Specific and Individually Insignificant	41	0.12	0.84	–	0.44	0.26	0.86	–	0.53	0.19	0.88	–	0.50
Total Provision for Credit Losses – Counterparty-Specific and Individually Insignificant Excluding Other Loans	42	0.24	0.74	–	0.35	0.29	0.96	–	0.43	0.29	0.65	–	0.37
Total Provision for Credit Losses as a % of Average Net Loans and Acceptances													
Total Provision for Credit Losses	44	0.28 %	0.84 %	(0.34) %	0.40 %	0.34 %	0.71 %	(0.07) %	0.41 %	0.29 %	0.60 %	0.07 %	0.36 %
Total Provision for Credit Losses Excluding Other Loans	45	0.28	0.75	(0.57)	0.37	0.34	0.56	(0.12)	0.38	0.29	0.75	0.11	0.38

¹ Based on geographic location of unit responsible for recording revenue.

² Includes all FDIC covered loans and other ACI loans.

Provision for Credit Losses by Industry Sector and Geographic Location (Continued)¹

(\$ millions) FOR THE PERIOD ENDED	LINE #	2011 Q3				2011 Q2				2011 Q1			
		Canada	United States	Int'l	Total	Canada	United States	Int'l	Total	Canada	United States	Int'l	Total
By Industry Sector													
Provision for Credit Losses – Counterparty-Specific and Individually Insignificant													
Personal													
Residential mortgages	1	\$ 4	\$ 9	\$ –	\$ 13	\$ 1	\$ 11	\$ –	\$ 12	\$ 1	\$ (1)	\$ –	\$ –
Consumer Instalment and Other Personal													
HELOC	2	3	17	–	20	4	15	–	19	4	9	–	13
Indirect Auto	3	36	13	–	49	29	1	–	30	37	5	–	42
Other	4	71	12	–	83	66	8	–	74	75	18	–	93
Credit card	5	77	11	–	88	83	11	–	94	85	14	–	99
Total personal	6	191	62	–	253	183	46	–	229	202	45	–	247
Business & Government													
Real estate													
Residential	7	–	16	–	16	(3)	20	–	17	(3)	8	–	5
Non-residential	8	1	6	–	7	–	13	–	13	1	19	–	20
Total real estate	9	1	22	–	23	(3)	33	–	30	(2)	27	–	25
Agriculture	10	–	–	–	–	(1)	–	–	(1)	–	–	–	–
Automotive	11	–	1	–	1	1	2	–	3	–	1	–	1
Financial	12	–	6	–	6	–	2	–	2	–	(1)	–	(1)
Food, beverage, and tobacco	13	1	–	–	1	2	–	–	2	2	–	–	2
Government, public sector entities, and education	14	–	1	–	1	–	(1)	–	(1)	–	–	–	–
Health and social services	15	–	2	–	2	–	1	–	1	–	1	–	1
Industrial construction and trade contractors	16	7	5	–	12	2	4	–	6	–	8	–	8
Metals and mining	17	–	1	–	1	(1)	–	–	(1)	1	(1)	–	–
Pipelines, oil, and gas	18	(5)	–	–	(5)	(1)	(18)	–	(19)	2	–	–	2
Power and utilities	19	–	–	–	–	–	–	–	–	–	1	–	1
Professional and other services	20	2	7	–	9	2	10	–	12	3	2	–	5
Retail sector	21	5	4	–	9	7	(2)	–	5	9	11	–	20
Sundry manufacturing and wholesale	22	1	–	–	1	(2)	1	–	(1)	1	2	–	3
Telecommunications, cable, and media	23	–	1	–	1	(1)	3	–	2	(3)	(1)	–	(4)
Transportation	24	1	4	–	5	4	2	–	6	1	–	–	1
Other	25	2	1	–	3	(1)	8	–	7	(1)	12	–	11
Total business & government	26	15	55	–	70	8	45	–	53	13	62	–	75
Other Loans													
Debt securities classified as loans	27	–	–	–	–	–	–	–	–	–	85	–	85
Acquired credit-impaired loans ²	28	–	57	–	57	–	37	–	37	–	–	–	–
Total other loans	29	–	57	–	57	–	37	–	37	–	85	–	85
Total Provision for Credit Losses – Counterparty-Specific and Individually Insignificant	30	206	174	–	380	191	128	–	319	215	192	–	407
Provision for Credit Losses – Incurred but Not Identified Personal, business & government													
Other Loans													
Debt securities classified as loans	32	–	3	–	3	–	3	–	3	–	(19)	–	(19)
Total other loans	33	–	3	–	3	–	3	–	3	–	(19)	–	(19)
Total Provision for Credit Losses – Incurred but not Identified	34	3	(3)	–	–	3	28	(1)	30	5	11	(2)	14
Total Provision for Credit Losses	35	\$ 209	\$ 171	\$ –	\$ 380	\$ 194	\$ 156	\$ (1)	\$ 349	\$ 220	\$ 203	\$ (2)	\$ 421
Provision for Credit Losses – Counterparty-Specific and Individually Insignificant as a % of Average Net Loans and Acceptances													
Personal													
Residential mortgages	36	0.01 %	0.33 %	– %	0.04 %	– %	0.44 %	– %	0.04 %	– %	(0.04) %	– %	– %
Consumer instalment and other personal													
HELOC	37	0.02	0.75	–	0.11	0.02	0.71	–	0.10	0.02	0.39	–	0.07
Indirect Auto	38	1.08	0.59	–	0.88	0.99	0.08	–	0.72	1.28	0.62	–	1.13
Other	39	1.83	7.83	–	2.06	1.73	15.77	–	1.92	1.96	9.03	–	2.31
Credit card	40	3.79	5.72	–	3.95	4.35	6.31	–	4.51	4.23	7.47	–	4.50
Total personal	41	0.32	0.82	–	0.38	0.32	0.76	–	0.37	0.35	0.77	–	0.39
Business & Government	42	0.13	0.58	–	0.33	0.08	0.50	–	0.26	0.13	0.65	–	0.36
Total Provision for Credit Losses – Counterparty-Specific and Individually Insignificant	43	0.29	0.89	–	0.42	0.29	0.72	–	0.37	0.32	1.06	–	0.47
Total Provision for Credit Losses – Counterparty-Specific and Individually Insignificant Excluding Other Loans	44	0.29 %	0.69 %	– %	0.36 %	0.29 %	0.60 %	– %	0.34 %	0.32 %	0.70 %	– %	0.38 %
Total Provision for Credit Losses as a % of Average Net Loans and Acceptances													
Total Provision for Credit Losses	45	0.29 %	0.88 %	– %	0.42 %	0.29 %	0.88 %	(0.08) %	0.41 %	0.32 %	1.12 %	(0.15) %	0.48 %
Total Provision for Credit Losses Excluding Other Loans	46	0.30	0.65	–	0.36	0.29	0.76	(0.13)	0.37	0.33	0.89	(0.26)	0.42

¹ Based on geographic location of unit responsible for recording revenue.

² Includes all FDIC covered loans and other ACI loans.

Acquired Credit-Impaired Loans by Geographic Location¹

(\$ millions) FOR THE PERIOD ENDED	LINE #	2012 Q2				2012 Q1				2011 Q4			
		Canada	United States	Int'l	Total	Canada	United States	Int'l	Total	Canada	United States	Int'l	Total
Gross Loans													
Residential mortgages	1	\$ -	\$ 622	\$ -	\$ 622	\$ -	\$ 661	\$ -	\$ 661	\$ -	\$ 679	\$ -	\$ 679
Consumer instalment and other personal													
HELOC	2	-	191	-	191	-	207	-	207	-	211	-	211
Indirect Auto	3	11	404	-	415	15	542	-	557	19	665	-	684
Other	4	72	109	-	181	88	108	-	196	-	120	-	120
Credit Cards	5	17	-	-	17	25	-	-	25	-	-	-	-
Business & government	6	-	3,423	-	3,423	-	3,715	-	3,715	-	3,866	-	3,866
Total Gross Loans	7	\$ 100	\$ 4,749	\$ -	\$ 4,849	\$ 128	\$ 5,233	\$ -	\$ 5,361	\$ 19	\$ 5,541	\$ -	\$ 5,560
Change in Allowance for Credit Losses													
Balance at beginning of period	8	\$ 3	\$ 64	\$ -	\$ 67	\$ 3	\$ 57	\$ -	\$ 60	\$ -	\$ 66	\$ -	\$ 66
Provision for credit losses – counterparty-specific	9	-	6	-	6	-	15	-	15	-	1	-	1
Provision for credit losses – individually insignificant impaired loans	10	-	26	-	26	-	26	-	26	3	(17)	-	(14)
Write-offs ²	11	(1)	(34)	-	(35)	-	(33)	-	(33)	-	(5)	-	(5)
Foreign exchange and other adjustments	12	-	31	-	31	-	(1)	-	(1)	-	12	-	12
Balance at end of period	13	\$ 2	\$ 93	\$ -	\$ 95	\$ 3	\$ 64	\$ -	\$ 67	\$ 3	\$ 57	\$ -	\$ 60
Allowance for Credit Losses													
Residential mortgages	14	\$ -	\$ 22	\$ -	\$ 22	\$ -	\$ 9	\$ -	\$ 9	\$ -	\$ 2	\$ -	\$ 2
Consumer instalment and other personal													
HELOC	15	-	5	-	5	-	-	-	-	-	7	-	7
Indirect Auto	16	2	-	-	2	3	-	-	3	3	-	-	3
Other	17	-	6	-	6	-	2	-	2	-	2	-	2
Business & government	18	-	60	-	60	-	53	-	53	-	46	-	46
Total Allowance for Credit Losses	19	\$ 2	\$ 93	\$ -	\$ 95	\$ 3	\$ 64	\$ -	\$ 67	\$ 3	\$ 57	\$ -	\$ 60
Provision for Credit Losses – Counterparty-Specific and Individually Insignificant³													
Provision for credit losses (net of reversals) – counterparty-specific	20	\$ -	\$ 6	\$ -	\$ 6	\$ -	\$ 15	\$ -	\$ 15	\$ -	\$ 1	\$ -	\$ 1
Provision for credit losses (net of reversals) – individually insignificant	21	-	26	-	26	-	26	-	26	3	(17)	-	(14)
Total Provision for Credit Losses – Counterparty-Specific and Individually Insignificant	22	\$ -	\$ 32	\$ -	\$ 32	\$ -	\$ 41	\$ -	\$ 41	\$ 3	\$ (16)	\$ -	\$ (13)
Provision for Credit Losses – Counterparty-Specific and Individually Insignificant													
Residential mortgages	23	\$ -	\$ 9	\$ -	\$ 9	\$ -	\$ 10	\$ -	\$ 10	\$ -	\$ -	\$ -	\$ -
Consumer instalment and other personal													
HELOC	24	-	5	-	5	-	(2)	-	(2)	-	(15)	-	(15)
Indirect Auto	25	-	1	-	1	-	-	-	-	3	-	-	3
Other	26	-	2	-	2	-	(2)	-	(2)	-	2	-	2
Business & government	27	-	15	-	15	-	35	-	35	-	(3)	-	(3)
Total Provision for Credit Losses – Counterparty-Specific and Individually Insignificant	28	\$ -	\$ 32	\$ -	\$ 32	\$ -	\$ 41	\$ -	\$ 41	\$ 3	\$ (16)	\$ -	\$ (13)

¹ Based on geographic location of unit responsible for recording revenue.

² Excludes write-offs for which a credit mark was established on acquisition date.

³ PCL reflects loss sharing agreements with the FDIC, and is presented net of the amount expected to be reimbursed by the FDIC.

Acquired Credit-Impaired Loans by Geographic Location (Continued)¹

(\$ millions) FOR THE PERIOD ENDED	LINE #	2011 Q3				2011 Q2				2011 Q1			
		Canada	United States	Int'l	Total	Canada	United States	Int'l	Total	Canada	United States	Int'l	Total
Gross Loans													
Residential mortgages	1	\$ -	\$ 674	\$ -	\$ 674	\$ -	\$ 685	\$ -	\$ 685	\$ -	\$ 760	\$ -	\$ 760
Consumer instalment and other personal													
HELOC	2	-	206	-	206	-	223	-	223	-	222	-	222
Indirect Auto	3	23	783	-	806	31	883	-	914	-	288	-	288
Other	4	-	127	-	127	-	191	-	191	-	161	-	161
Credit card	5	-	-	-	-	-	-	-	-	-	-	-	-
Business & government	6	-	3,888	-	3,888	-	4,329	-	4,329	-	4,991	-	4,991
Total Gross Loans	7	\$ 23	\$ 5,678	\$ -	\$ 5,701	\$ 31	\$ 6,311	\$ -	\$ 6,342	\$ -	\$ 6,422	\$ -	\$ 6,422
Change in Allowance for Credit Losses													
Balance at beginning of period	8	\$ -	\$ 38	\$ -	\$ 38	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Provision for credit losses – counterparty-specific	9	-	17	-	17	-	37	-	37	-	-	-	-
Provision for credit losses – individually insignificant impaired loans	10	-	40	-	40	-	-	-	-	-	-	-	-
Write-offs	11	-	(34)	-	(34)	-	-	-	-	-	-	-	-
Foreign exchange and other adjustments	12	-	5	-	5	-	1	-	1	-	-	-	-
Balance at end of period	13	\$ -	\$ 66	\$ -	\$ 66	\$ -	\$ 38	\$ -	\$ 38	\$ -	\$ -	\$ -	\$ -
Allowance for Credit Losses													
Residential mortgages	14	\$ -	\$ 5	\$ -	\$ 5	\$ -	\$ 2	\$ -	\$ 2	\$ -	\$ -	\$ -	\$ -
Consumer instalment and other personal													
HELOC	15	-	18	-	18	-	-	-	-	-	-	-	-
Indirect Auto	16	-	-	-	-	-	-	-	-	-	-	-	-
Other	17	-	2	-	2	-	1	-	1	-	-	-	-
Business & government	18	-	41	-	41	-	35	-	35	-	-	-	-
Total Allowance for Credit Losses	19	\$ -	\$ 66	\$ -	\$ 66	\$ -	\$ 38	\$ -	\$ 38	\$ -	\$ -	\$ -	\$ -
Provision for Credit Losses – Counterparty-Specific and Individually Insignificant													
Provision for credit losses (net of reversals) – counterparty-specific	20	\$ -	\$ 17	\$ -	\$ 17	\$ -	\$ 37	\$ -	\$ 37	\$ -	\$ -	\$ -	\$ -
Provision for credit losses (net of reversals) – individually insignificant	21	-	40	-	40	-	-	-	-	-	-	-	-
Total Provision for Credit Losses – Counterparty-Specific and Individually Insignificant	22	\$ -	\$ 57	\$ -	\$ 57	\$ -	\$ 37	\$ -	\$ 37	\$ -	\$ -	\$ -	\$ -
Provision for Credit Losses – Counterparty-Specific and Individually Insignificant													
Residential mortgages	23	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3	\$ -	\$ 3	\$ -	\$ -	\$ -	\$ -
Consumer instalment and other personal													
HELOC	24	-	28	-	28	-	-	-	-	-	-	-	-
Indirect Auto	25	-	-	-	-	-	-	-	-	-	-	-	-
Other	26	-	-	-	-	-	1	-	1	-	-	-	-
Business & government	27	-	29	-	29	-	33	-	33	-	-	-	-
Total Provision for Credit Losses – Counterparty-Specific and Individually Insignificant	28	\$ -	\$ 57	\$ -	\$ 57	\$ -	\$ 37	\$ -	\$ 37	\$ -	\$ -	\$ -	\$ -

¹ Based on geographic location of unit responsible for recording revenue.

Analysis of Change in Equity

(\$ millions, except as noted)
FOR THE PERIOD ENDED

LINE #	2012		2011				Year to Date		Full Year 2011
	Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	
Common Shares									
Balance at beginning of period	\$ 17,727	\$ 17,491	\$ 16,572	\$ 16,367	\$ 16,049	\$ 15,804	\$ 17,491	\$ 15,804	\$ 15,804
Issued									
Options	116	57	41	33	155	93	173	248	322
Dividend reinvestment plan	231	179	174	172	163	152	410	315	661
New shares	—	—	704	—	—	—	—	—	704
Balance at end of period	18,074	17,727	17,491	16,572	16,367	16,049	18,074	16,367	17,491
Preferred Shares									
Balance at beginning of period	3,395	3,395	3,395	3,395	3,395	3,395	3,395	3,395	3,395
Balance at end of period	3,395	3,395	3,395	3,395	3,395	3,395	3,395	3,395	3,395
Treasury Shares – Common									
Balance at beginning of period	(157)	(116)	(104)	(104)	(82)	(91)	(116)	(91)	(91)
Purchase of shares	(692)	(868)	(760)	(348)	(541)	(515)	(1,560)	(1,056)	(2,164)
Sale of shares	686	827	748	348	519	524	1,513	1,043	2,139
Balance at end of period	(163)	(157)	(116)	(104)	(104)	(82)	(163)	(104)	(116)
Treasury Shares – Preferred									
Balance at beginning of period	—	—	—	—	(1)	(1)	—	(1)	(1)
Purchase of shares	(24)	(15)	(8)	(24)	(14)	(13)	(39)	(27)	(59)
Sale of shares	23	15	8	24	15	13	38	28	60
Balance at end of period	(1)	—	—	—	—	(1)	(1)	—	—
Contributed Surplus									
Balance at beginning of period	214	212	211	204	220	235	212	235	235
Net (discount) premium on treasury shares	—	8	1	6	1	3	8	4	11
Stock options expensed	5	7	4	7	8	9	12	17	28
Stock options exercised	(20)	(13)	(6)	(5)	(28)	(23)	(33)	(51)	(62)
Other	1	—	2	(1)	3	(4)	1	(1)	—
Balance at end of period	200	214	212	211	204	220	200	204	212
Retained Earnings									
Balance at beginning of period	19,003	18,213	17,322	16,487	15,731	14,781	18,213	14,781	14,781
Net income	1,667	1,452	1,563	1,463	1,379	1,536	3,119	2,915	5,941
Dividends									
Common	(651)	(613)	(611)	(585)	(583)	(537)	(1,264)	(1,120)	(2,316)
Preferred	(49)	(49)	(48)	(43)	(40)	(49)	(98)	(89)	(180)
Share issue expenses	—	—	(13)	—	—	—	—	—	(13)
Balance at end of period	19,970	19,003	18,213	17,322	16,487	15,731	19,970	16,487	18,213
Accumulated Other Comprehensive Income (loss)									
Balance at beginning of period	3,877	3,326	2,072	1,237	2,477	4,256	3,326	4,256	4,256
Net change in unrealized gains (losses) on AFS securities	72	136	(181)	107	234	(528)	208	(294)	(368)
Net change in unrealized foreign currency translation gains (losses) on investment in subsidiaries, net of hedging activities	(337)	125	989	202	(1,557)	(98)	(212)	(1,655)	(464)
Net change in gains (losses) on derivatives designated as cash flow hedges	(653)	290	446	526	83	(1,153)	(363)	(1,070)	(98)
Balance at end of period	2,959	3,877	3,326	2,072	1,237	2,477	2,959	1,237	3,326
Non-Controlling Interests in Subsidiaries									
Balance at end of period	1,485	1,489	1,483	1,452	1,461	1,464	1,485	1,461	1,483
Total Equity	\$ 45,919	\$ 45,548	\$ 44,004	\$ 40,920	\$ 39,047	\$ 39,253	\$ 45,919	\$ 39,047	\$ 44,004
NUMBER OF COMMON SHARES OUTSTANDING (thousands)									
Balance at beginning of period	903,728	900,998	888,844	886,093	882,097	878,497	900,998	878,497	878,497
Issued									
Options	1,774	904	758	473	2,299	1,411	2,678	3,710	4,941
Dividend reinvestment plan	2,828	2,319	2,354	2,221	2,004	2,035	5,147	4,039	8,614
New shares	—	—	9,200	—	—	—	—	—	9,200
Impact of treasury shares ¹	(114)	(493)	(158)	57	(307)	154	(607)	(153)	(254)
Balance at end of period	908,216	903,728	900,998	888,844	886,093	882,097	908,216	886,093	900,998

¹ The number of treasury common shares has been netted just for the purpose of arriving at the total number of common shares considered for calculation of EPS of the Bank.

Change in Accumulated Other Comprehensive Income, Net of Income Taxes

(\$ millions) FOR THE PERIOD ENDED		2012						2011		Year to Date		Full Year
LINE #		Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	2011		
Unrealized Gains (Losses) on Available-for-Sale Securities												
1	Balance at beginning of period	\$ 1,085	\$ 949	\$ 1,130	\$ 1,023	\$ 789	\$ 1,317	\$ 949	\$ 1,317	\$ 1,317		
2	Change in unrealized gains (losses)	153	150	(157)	190	247	(526)	303	(279)	(246)		
3	Reclassification to earnings of losses (gains)	(81)	(14)	(24)	(83)	(13)	(2)	(95)	(15)	(122)		
4	Net change for the period	72	136	(181)	107	234	(528)	208	(294)	(368)		
5	Balance at end of period	1,157	1,085	949	1,130	1,023	789	1,157	1,023	949		
Unrealized Foreign Currency Translation Gains (Losses) on Investments in Foreign Operations, Net of Hedging Activities												
6	Balance at beginning of period	(339)	(464)	(1,453)	(1,655)	(98)	—	(464)	—	—		
7	Investment in foreign operations	(579)	229	1,620	335	(2,372)	(379)	(350)	(2,751)	(796)		
8	Hedging activities	323	(139)	(862)	(180)	1,110	382	184	1,492	450		
9	Recovery of (provision for) income taxes	(81)	35	231	47	(295)	(101)	(46)	(396)	(118)		
10	Net change for the period	(337)	125	989	202	(1,557)	(98)	(212)	(1,655)	(464)		
11	Balance at end of period	(676)	(339)	(464)	(1,453)	(1,655)	(98)	(676)	(1,655)	(464)		
Gains (losses) on Derivatives Designated as Cash Flow Hedges												
12	Balance at beginning of period	3,131	2,841	2,395	1,869	1,786	2,939	2,841	2,939	2,939		
13	Change in gains (losses)	(563)	610	1,021	909	(185)	(1,105)	47	(1,290)	640		
14	Reclassification to earnings of losses (gains)	(90)	(320)	(575)	(383)	268	(48)	(410)	220	(738)		
15	Net change for the period	(653)	290	446	526	83	(1,153)	(363)	(1,070)	(98)		
16	Balance at end of period	2,478	3,131	2,841	2,395	1,869	1,786	2,478	1,869	2,841		
17	Accumulated Other Comprehensive Income at End of Period	\$ 2,959	\$ 3,877	\$ 3,326	\$ 2,072	\$ 1,237	\$ 2,477	\$ 2,959	\$ 1,237	\$ 3,326		

Analysis of Change in Non-Controlling Interests and Investment in TD Ameritrade

(\$ millions)

FOR THE PERIOD ENDED

NON-CONTROLLING INTERESTS IN SUBSIDIARIES

LINE #	2012		2011				Year to Date		Full Year
	Q2	Q1	Q4	Q3	Q2	Q1	2012	2011	2011
1	\$ 1,489	\$ 1,483	\$ 1,452	\$ 1,461	\$ 1,464	\$ 1,493	\$ 1,483	\$ 1,493	\$ 1,493
2	26	26	26	27	25	26	52	51	104
3	(30)	(20)	5	(36)	(28)	(55)	(50)	(83)	(114)
4	\$ 1,485	\$ 1,489	\$ 1,483	\$ 1,452	\$ 1,461	\$ 1,464	\$ 1,485	\$ 1,461	\$ 1,483

INVESTMENT IN TD AMERITRADE

5	\$ 5,235	\$ 5,159	\$ 4,896	\$ 4,803	\$ 5,314	\$ 5,438	\$ 5,159	\$ 5,438	\$ 5,438
6	–	–	–	–	(286)	(67)	–	(353)	(353)
7	(15)	(15)	(12)	(12)	(13)	(14)	(30)	(27)	(51)
8	54	61	63	61	67	57	115	124	248
9	(78)	30	212	44	(279)	(100)	(48)	(379)	(123)
10	\$ 5,196	\$ 5,235	\$ 5,159	\$ 4,896	\$ 4,803	\$ 5,314	\$ 5,196	\$ 4,803	\$ 5,159

Derivatives - Credit Exposure

(\$ millions) AS AT	LINE #	2012 Q2			2012 Q1			2011 Q4		
		Current replacement cost ¹	Credit equivalent amount	Risk- weighted amount ²	Current replacement cost ¹	Credit equivalent amount	Risk- weighted amount ²	Current replacement cost ¹	Credit equivalent amount	Risk- weighted amount ²
Interest Rate Contracts										
Forward rate agreements	1	\$ 32	\$ 71	\$ 15	\$ 39	\$ 53	\$ 9	\$ 23	\$ 34	\$ 5
Swaps	2	34,427	50,999	18,550	40,455	55,242	21,174	34,889	46,192	18,322
Options purchased	3	758	863	357	807	915	382	767	860	337
	4	35,217	51,933	18,922	41,301	56,210	21,565	35,679	47,086	18,664
Foreign Exchange Contracts										
Forward contracts	5	4,778	10,507	2,157	5,968	11,684	2,199	6,363	11,875	2,170
Swaps	6	185	235	9	249	959	99	237	405	59
Cross-currency interest rate swaps	7	8,231	28,114	9,224	11,406	30,665	10,020	10,823	30,312	9,322
Options purchased	8	333	612	146	478	865	195	623	1,064	236
	9	13,527	39,468	11,536	18,101	44,173	12,513	18,046	43,656	11,787
Other Contracts										
Credit derivatives	10	18	372	144	40	418	151	48	447	158
Equity contracts	11	5,848	9,300	1,063	5,430	8,718	1,065	4,691	7,954	1,033
Commodity contracts	12	670	1,278	329	689	1,382	304	567	1,167	238
	13	6,536	10,950	1,536	6,159	10,518	1,520	5,306	9,568	1,429
Total	14	55,280	102,351	31,994	65,561	110,901	35,598	59,031	100,310	31,880
Less: impact of master netting agreements	15	41,171	66,325	22,511	47,995	71,495	25,131	45,375	65,792	22,531
Total after netting	16	14,109	36,026	9,483	17,566	39,406	10,467	13,656	34,518	9,349
Less: impact of collateral	17	6,831	7,315	2,006	9,164	9,420	2,730	5,875	6,062	1,959
Net	18	\$ 7,278	\$ 28,711	\$ 7,477	\$ 8,402	\$ 29,986	\$ 7,737	\$ 7,781	\$ 28,456	\$ 7,390

		2011 Q3			2011 Q2			2011 Q1		
		Current replacement cost ¹	Credit equivalent amount	Risk- weighted amount ²	Current replacement cost ¹	Credit equivalent amount	Risk- weighted amount ²	Current replacement cost ¹	Credit equivalent amount	Risk- weighted amount ²
Interest Rate Contracts										
Forward rate agreements	19	\$ 17	\$ 23	\$ 3	\$ 13	\$ 30	\$ 6	\$ 11	\$ 17	\$ 3
Swaps	20	25,657	34,225	13,593	18,232	25,986	10,431	18,700	26,064	10,610
Options purchased	21	598	696	271	559	692	253	566	662	262
	22	26,272	34,944	13,867	18,804	26,708	10,690	19,277	26,743	10,875
Foreign Exchange Contracts										
Forward contracts	23	6,146	11,376	2,138	7,587	12,651	2,338	5,007	10,518	2,075
Swaps	24	286	416	67	2,613	3,623	829	2,337	3,377	831
Cross-currency interest rate swaps	25	12,073	30,603	9,163	13,995	31,050	9,445	7,873	24,812	7,782
Options purchased	26	662	1,096	228	969	1,466	289	609	1,211	239
	27	19,167	43,491	11,596	25,164	48,790	12,901	15,826	39,918	10,927
Other Contracts										
Credit derivatives	28	35	446	150	48	468	160	58	488	161
Equity contracts	29	4,793	8,013	1,401	4,294	7,304	1,707	3,743	6,711	1,580
Commodity contracts	30	615	1,192	298	924	1,587	381	684	1,294	333
	31	5,443	9,651	1,849	5,266	9,359	2,248	4,485	8,493	2,074
Total	32	50,882	88,086	27,312	49,234	84,857	25,839	39,588	75,154	23,876
Less: impact of master netting agreements	33	36,594	53,235	18,576	34,054	50,717	16,932	28,673	45,761	15,977
Total after netting	34	14,288	34,851	8,736	15,180	34,140	8,907	10,915	29,393	7,899
Less: impact of collateral	35	6,818	6,950	1,857	6,725	6,803	1,843	4,550	4,689	1,376
Net	36	\$ 7,470	\$ 27,901	\$ 6,879	\$ 8,455	\$ 27,337	\$ 7,064	\$ 6,365	\$ 24,704	\$ 6,523

¹ Exchange-traded instruments and non-trading credit derivatives, which are given financial guarantee treatment for credit risk capital purposes, are excluded in accordance with the guidelines of the OSFI.

² Prior to Q1 2012, the amounts are calculated based on Canadian GAAP.

Gross Credit Risk Exposure¹

(\$ millions) AS AT	LINE #	2012 Q2						2012 Q1					
		Drawn	Undrawn	Repo-style transactions	OTC derivatives	Other off-balance sheet	Total	Drawn	Undrawn	Repo-style transactions	OTC derivatives	Other off-balance sheet	Total
By Counterparty Type													
Retail													
Residential secured	1	\$ 225,210	\$ 21,161	\$ -	\$ -	\$ -	\$ 246,371	\$ 221,573	\$ 21,118	\$ -	\$ -	\$ -	\$ 242,691
Qualifying revolving retail	2	14,875	28,384	-	-	-	43,259	14,917	27,565	-	-	-	42,482
Other retail	3	55,743	5,606	-	-	30	61,379	55,031	5,673	-	-	30	60,734
	4	295,828	55,151	-	-	30	351,009	291,521	54,356	-	-	30	345,907
Non-retail													
Corporate	5	91,410	27,662	56,878	9,217	10,082	195,249	89,719	26,604	48,288	10,042	10,428	185,081
Sovereign	6	64,537	935	18,613	7,307	280	91,672	55,186	732	11,423	6,589	278	74,208
Bank	7	32,185	997	82,757	19,502	2,313	137,754	40,816	916	78,147	22,775	2,353	145,007
	8	188,132	29,594	158,248	36,026	12,675	424,675	185,721	28,252	137,858	39,406	13,059	404,296
Total	9	\$ 483,960	\$ 84,745	\$ 158,248	\$ 36,026	\$ 12,705	\$ 775,684	\$ 477,242	\$ 82,608	\$ 137,858	\$ 39,406	\$ 13,089	\$ 750,203
By Country of Risk													
Canada	10	\$ 315,754	\$ 68,309	\$ 52,140	\$ 13,283	\$ 4,713	\$ 454,199	\$ 312,461	\$ 66,725	\$ 49,639	\$ 14,059	\$ 4,833	\$ 447,717
United States	11	138,781	14,036	59,710	7,378	7,335	227,240	134,154	13,660	52,714	7,268	7,542	215,338
International	12	22,442	1,923	34,277	11,624	483	70,749	24,156	1,732	24,682	13,180	592	64,342
Europe	13	6,983	477	12,121	3,741	174	23,496	6,471	491	10,823	4,899	122	22,806
Other	14	29,425	2,400	46,398	15,365	657	94,245	30,627	2,223	35,505	18,079	714	87,148
Total	15	\$ 483,960	\$ 84,745	\$ 158,248	\$ 36,026	\$ 12,705	\$ 775,684	\$ 477,242	\$ 82,608	\$ 137,858	\$ 39,406	\$ 13,089	\$ 750,203
By Residual Contractual Maturity													
Within 1 year	16	\$ 177,711	\$ 60,665	\$ 156,262	\$ 7,738	\$ 5,599	\$ 407,975	\$ 188,833	\$ 59,488	\$ 137,858	\$ 8,248	\$ 6,131	\$ 400,558
Over 1 year to 5 years	17	215,687	23,067	1,986	15,704	6,424	262,868	205,558	22,570	-	17,468	6,303	251,899
Over 5 years	18	90,562	1,013	-	12,584	682	104,841	82,851	550	-	13,690	655	97,746
Total	19	\$ 483,960	\$ 84,745	\$ 158,248	\$ 36,026	\$ 12,705	\$ 775,684	\$ 477,242	\$ 82,608	\$ 137,858	\$ 39,406	\$ 13,089	\$ 750,203
Non-Retail Exposures by Industry Sector													
Real estate													
Residential	20	\$ 15,165	\$ 1,128	\$ -	\$ 124	\$ 1,018	\$ 17,435	\$ 15,001	\$ 1,142	\$ -	\$ 144	\$ 976	\$ 17,263
Non-residential	21	16,851	947	21	410	276	18,505	16,803	939	22	480	281	18,525
Total real-estate	22	32,016	2,075	21	534	1,294	35,940	31,804	2,081	22	624	1,257	35,788
Agriculture	23	2,305	260	-	13	23	2,601	2,200	225	-	17	24	2,466
Automotive	24	2,725	1,363	-	350	53	4,491	2,540	1,381	-	338	52	4,311
Financial	25	34,908	2,544	133,062	24,060	1,511	196,085	44,129	2,351	120,384	27,188	1,590	195,642
Food, beverage, and tobacco	26	2,589	1,643	-	104	331	4,667	2,526	1,594	-	115	367	4,602
Forestry	27	1,262	342	12	27	74	1,717	1,153	418	10	28	72	1,681
Government, public sector entities, and education	28	70,044	2,153	19,557	7,983	3,265	103,002	60,982	1,897	12,307	7,278	3,310	85,774
Health and social services	29	7,643	716	56	247	2,097	10,759	7,531	793	41	284	2,101	10,750
Industrial construction and trade contractors	30	2,140	879	-	37	528	3,584	2,025	752	-	36	544	3,357
Metals and mining	31	1,749	1,432	17	40	157	3,395	1,584	1,408	142	73	171	3,378
Pipelines, oil, and gas	32	2,946	5,077	-	672	671	9,366	3,055	4,860	-	621	821	9,357
Power and utilities	33	2,339	2,576	-	520	1,209	6,644	2,421	2,293	-	983	1,259	6,956
Professional and other services	34	4,646	911	-	139	289	5,985	4,537	917	-	152	297	5,903
Retail sector	35	3,343	1,131	-	86	126	4,686	3,314	1,053	-	90	118	4,575
Sundry manufacturing and wholesale	36	4,620	2,453	103	146	201	7,523	4,474	2,434	220	157	213	7,498
Telecommunications, cable, and media	37	2,785	2,019	-	366	220	5,390	2,734	2,037	-	565	210	5,546
Transportation	38	3,802	910	-	509	459	5,680	3,748	758	-	698	489	5,693
Other	39	6,270	1,110	5,420	193	167	13,160	4,964	1,000	4,732	159	164	11,019
Total	40	\$ 188,132	\$ 29,594	\$ 158,248	\$ 36,026	\$ 12,675	\$ 424,675	\$ 185,721	\$ 28,252	\$ 137,858	\$ 39,406	\$ 13,059	\$ 404,296

¹ Gross credit risk exposure is before credit risk mitigants. This table excludes securitization and equity exposures.

Gross Credit Risk Exposure (Continued)^{1,2}

(\$ millions) AS AT	LINE #	2011 Q4						2011 Q3					
		Drawn	Undrawn	Repo-style transactions	OTC derivatives	Other off-balance sheet	Total	Drawn	Undrawn	Repo-style transactions	OTC derivatives	Other off-balance sheet	Total
By Counterparty Type													
Retail													
Residential secured	1	\$ 157,455	\$ 20,903	\$ –	\$ –	\$ –	\$ 178,358	\$ 152,076	\$ 20,491	\$ –	\$ –	\$ –	\$ 172,567
Qualifying revolving retail	2	15,145	27,591	–	–	–	42,736	15,251	27,283	–	–	–	42,534
Other retail	3	49,941	5,688	–	–	30	55,659	48,560	5,837	–	–	32	54,429
	4	222,541	54,182	–	–	30	276,753	215,887	53,611	–	–	32	269,530
Non-retail													
Corporate	5	87,094	25,729	45,893	7,430	10,311	176,457	84,232	23,607	45,168	8,583	10,022	171,612
Sovereign	6	74,601	974	6,219	5,969	228	87,991	64,948	877	12,084	6,545	185	84,639
Bank	7	46,178	731	69,558	21,354	2,225	140,046	42,746	743	73,858	19,988	2,312	139,647
	8	207,873	27,434	121,670	34,753	12,764	404,494	191,926	25,227	131,110	35,116	12,519	395,898
Total	9	\$ 430,414	\$ 81,616	\$ 121,670	\$ 34,753	\$ 12,794	\$ 681,247	\$ 407,813	\$ 78,838	\$ 131,110	\$ 35,116	\$ 12,551	\$ 665,428
By Country of Risk													
Canada	10	\$ 255,706	\$ 66,101	\$ 49,486	\$ 12,104	\$ 4,781	\$ 388,178	\$ 248,717	\$ 64,795	\$ 49,566	\$ 13,565	\$ 4,662	\$ 381,305
United States	11	144,370	13,103	49,831	6,992	7,340	221,636	130,996	12,080	41,348	6,029	7,137	197,590
International	12	23,546	1,744	20,120	11,721	543	57,674	21,324	1,529	31,254	11,221	522	65,850
Europe	13	6,792	668	2,233	3,936	130	13,759	6,776	434	8,942	4,301	230	20,683
Other	14	30,338	2,412	22,353	15,657	673	71,433	28,100	1,963	40,196	15,522	752	86,533
Total	15	\$ 430,414	\$ 81,616	\$ 121,670	\$ 34,753	\$ 12,794	\$ 681,247	\$ 407,813	\$ 78,838	\$ 131,110	\$ 35,116	\$ 12,551	\$ 665,428
By Residual Contractual Maturity													
Within 1 year	16	\$ 166,906	\$ 59,911	\$ 121,670	\$ 7,314	\$ 6,401	\$ 362,202	\$ 156,060	\$ 59,183	\$ 131,062	\$ 7,629	\$ 5,931	\$ 359,865
Over 1 year to 5 years	17	177,396	20,411	–	15,593	5,533	218,933	165,314	18,585	48	16,228	5,287	205,462
Over 5 years	18	86,112	1,294	–	11,846	860	100,112	86,439	1,070	–	11,259	1,333	100,101
Total	19	\$ 430,414	\$ 81,616	\$ 121,670	\$ 34,753	\$ 12,794	\$ 681,247	\$ 407,813	\$ 78,838	\$ 131,110	\$ 35,116	\$ 12,551	\$ 665,428
Non-Retail Exposures by Industry Sector													
Real estate													
Residential	20	\$ 14,521	\$ 1,036	\$ –	\$ 136	\$ 1,083	\$ 16,776	\$ 14,149	\$ 907	\$ –	\$ 124	\$ 1,190	\$ 16,370
Non-residential	21	15,807	800	21	386	381	17,395	14,959	803	4	311	1,368	17,445
Total real-estate	22	30,328	1,836	21	522	1,464	34,171	29,108	1,710	4	435	2,558	33,815
Agriculture	23	1,973	253	–	17	38	2,281	1,919	211	–	10	46	2,186
Automotive	24	2,389	1,305	–	211	132	4,037	2,348	1,171	–	182	172	3,873
Financial	25	49,183	2,414	110,003	24,209	1,771	187,580	45,362	2,169	112,646	23,899	1,618	185,694
Food, beverage, and tobacco	26	2,488	1,540	–	133	549	4,710	2,655	1,380	–	166	454	4,655
Forestry	27	1,100	444	9	27	125	1,705	1,086	394	11	28	98	1,617
Government, public sector entities, and education	28	80,726	1,865	6,467	6,216	2,108	97,382	70,894	1,751	12,307	6,799	1,906	93,657
Health and social services	29	6,849	732	21	247	471	8,320	6,682	696	49	209	552	8,188
Industrial construction and trade contractors	30	2,040	496	–	38	657	3,231	2,007	413	–	40	636	3,096
Metals and mining	31	1,648	1,449	6	56	297	3,456	1,701	1,063	13	37	213	3,027
Pipelines, oil, and gas	32	2,894	5,026	–	536	972	9,428	3,027	4,698	–	633	854	9,212
Power and utilities	33	2,450	2,180	–	918	1,112	6,660	2,290	1,985	–	973	775	6,023
Professional and other services	34	4,396	954	–	137	565	6,052	4,326	916	–	175	495	5,912
Retail sector	35	3,554	973	–	87	351	4,965	3,195	912	–	94	317	4,518
Sundry manufacturing and wholesale	36	4,234	2,252	100	140	771	7,497	3,921	1,996	195	150	477	6,739
Telecommunications, cable, and media	37	2,631	2,029	–	571	488	5,719	2,632	2,028	–	670	442	5,772
Transportation	38	3,483	788	–	467	528	5,266	3,242	694	–	364	662	4,962
Other	39	5,507	898	5,043	221	365	12,034	5,531	1,040	5,885	252	244	12,952
Total	40	\$ 207,873	\$ 27,434	\$ 121,670	\$ 34,753	\$ 12,764	\$ 404,494	\$ 191,926	\$ 25,227	\$ 131,110	\$ 35,116	\$ 12,519	\$ 395,898

¹ Prior to Q1 2012, the amounts are calculated based on Canadian GAAP.

² Gross credit risk exposure is before credit risk mitigants. This table excludes securitization and equity exposures.

Gross Credit Risk Exposure (Continued)^{1,2}

(\$ millions) AS AT	LINE #	2011 Q2						2011 Q1					
By Counterparty Type		Drawn	Undrawn	Repo-style transactions	OTC derivatives	Other off- balance sheet	Total	Drawn	Undrawn	Repo-style transactions	OTC derivatives	Other off- balance sheet	Total
Retail													
Residential secured	1	\$ 146,345	\$ 20,251	\$ –	\$ –	\$ –	\$ 166,596	\$ 144,711	\$ 20,136	\$ –	\$ –	\$ –	\$ 164,847
Qualifying revolving retail	2	15,111	28,109	–	–	–	43,220	15,288	27,653	–	–	–	42,941
Other retail	3	47,631	5,669	–	–	27	53,327	41,028	5,620	–	–	30	46,678
	4	209,087	54,029	–	–	27	263,143	201,027	53,409	–	–	30	254,466
Non-retail													
Corporate	5	81,289	22,835	40,965	8,203	9,876	163,168	82,450	23,207	34,136	6,987	10,017	156,797
Sovereign	6	59,643	901	7,498	6,037	198	74,277	58,561	720	5,057	5,519	146	70,003
Bank	7	42,825	816	66,307	20,204	2,249	132,401	42,847	989	76,478	17,171	2,464	139,949
	8	183,757	24,552	114,770	34,444	12,323	369,846	183,858	24,916	115,671	29,677	12,627	366,749
Total	9	\$ 392,844	\$ 78,581	\$ 114,770	\$ 34,444	\$ 12,350	\$ 632,989	\$ 384,885	\$ 78,325	\$ 115,671	\$ 29,677	\$ 12,657	\$ 621,215
By Country of Risk													
Canada	10	\$ 239,802	\$ 64,822	\$ 41,966	\$ 13,565	\$ 4,634	\$ 364,789	\$ 238,194	\$ 63,844	\$ 40,633	\$ 11,923	\$ 4,459	\$ 359,053
United States	11	125,578	11,661	46,404	5,987	7,044	196,674	120,862	12,097	48,395	5,371	7,533	194,258
International													
Europe	12	21,155	1,495	21,771	10,437	445	55,303	19,718	1,531	25,460	9,183	467	56,359
Other	13	6,309	603	4,629	4,455	227	16,223	6,111	853	1,183	3,200	198	11,545
	14	27,464	2,098	26,400	14,892	672	71,526	25,829	2,384	26,643	12,383	665	67,904
Total	15	\$ 392,844	\$ 78,581	\$ 114,770	\$ 34,444	\$ 12,350	\$ 632,989	\$ 384,885	\$ 78,325	\$ 115,671	\$ 29,677	\$ 12,657	\$ 621,215
By Residual Contractual Maturity													
Within 1 year	16	\$ 159,423	\$ 59,567	\$ 114,770	\$ 7,585	\$ 6,128	\$ 347,473	\$ 159,738	\$ 60,545	\$ 115,671	\$ 6,253	\$ 6,189	\$ 348,396
Over 1 year to 5 years	17	156,443	17,942	–	16,420	5,708	196,513	164,224	17,406	–	14,306	5,939	201,875
Over 5 years	18	76,978	1,072	–	10,439	514	89,003	60,923	374	–	9,118	529	70,944
Total	19	\$ 392,844	\$ 78,581	\$ 114,770	\$ 34,444	\$ 12,350	\$ 632,989	\$ 384,885	\$ 78,325	\$ 115,671	\$ 29,677	\$ 12,657	\$ 621,215
Non-Retail Exposures by Industry Sector													
Real estate													
Residential	20	\$ 13,522	\$ 810	\$ –	\$ 96	\$ 942	\$ 15,370	\$ 13,382	\$ 958	\$ –	\$ 103	\$ 818	\$ 15,261
Non-residential	21	14,612	646	–	273	383	15,914	14,313	700	–	253	267	15,533
Total real-estate	22	28,134	1,456	–	369	1,325	31,284	27,695	1,658	–	356	1,085	30,794
Agriculture	23	1,972	150	–	10	31	2,163	1,976	125	–	18	31	2,150
Automotive	24	2,331	1,021	–	179	81	3,612	2,320	1,118	–	167	46	3,651
Financial	25	45,070	2,303	101,414	23,362	1,562	173,711	45,685	2,332	104,634	19,633	1,581	173,865
Food, beverage, and tobacco	26	2,583	1,105	–	176	338	4,202	2,517	1,195	–	141	244	4,097
Forestry	27	1,087	364	183	27	100	1,761	1,138	434	198	27	95	1,892
Government, public sector entities, and education	28	65,381	2,362	7,720	6,257	2,621	84,341	64,140	1,794	5,218	5,761	3,380	80,293
Health and social services	29	6,861	1,466	22	180	1,111	9,640	6,996	512	–	183	2,335	10,026
Industrial construction and trade contractors	30	1,844	364	–	38	577	2,823	1,757	531	–	37	509	2,834
Metals and mining	31	1,620	1,066	48	47	210	2,991	1,567	1,206	10	95	98	2,976
Pipelines, oil, and gas	32	2,517	4,322	–	1,005	995	8,839	2,877	4,295	–	710	879	8,761
Power and utilities	33	2,313	1,894	–	872	5,955	2,377	2,021	876	–	834	724	5,956
Professional and other services	34	3,979	756	–	149	402	5,286	4,004	887	–	130	257	5,278
Retail sector	35	3,256	940	–	98	415	4,709	3,310	993	–	84	213	4,600
Sundry manufacturing and wholesale	36	3,961	1,723	140	178	480	6,482	3,930	2,233	208	178	293	6,842
Telecommunications, cable, and media	37	2,810	1,879	–	777	436	5,902	3,073	2,007	–	795	392	6,267
Transportation	38	2,792	597	–	258	486	4,133	3,072	645	–	248	348	4,313
Other	39	5,246	784	5,243	462	277	12,012	5,424	930	5,403	280	117	12,154
Total	40	\$ 183,757	\$ 24,552	\$ 114,770	\$ 34,444	\$ 12,323	\$ 369,846	\$ 183,858	\$ 24,916	\$ 115,671	\$ 29,677	\$ 12,627	\$ 366,749

¹ Prior to Q1 2012, the amounts are calculated based on Canadian GAAP.

² Gross credit risk exposure is before credit risk mitigants. This table excludes securitization and equity exposures.

Exposures Covered By Credit Risk Mitigation¹

(\$ millions) AS AT	LINE #	2012 Q2			2012 Q1			2011 Q4			2011 Q3		
		Standardized		AIRB ²	Standardized		AIRB ²	Standardized		AIRB ²	Standardized		AIRB ²
		Eligible financial collateral ³	Guarantees / credit derivatives	Guarantees / credit derivatives	Eligible financial collateral ³	Guarantees / credit derivatives	Guarantees / credit derivatives	Eligible financial collateral ³	Guarantees / credit derivatives	Guarantees / credit derivatives	Eligible financial collateral ³	Guarantees / credit derivatives	Guarantees / credit derivatives
By Counterparty Type													
Retail													
Residential secured	1	\$ -	\$ 280	\$ 155,199	\$ -	\$ 278	\$ 156,036	\$ -	\$ 274	\$ 89,421	\$ -	\$ 269	\$ 89,043
Other retail	2	-	552	-	-	581	-	-	609	-	-	618	-
	3	-	832	155,199	-	859	156,036	-	883	89,421	-	887	89,043
Non-retail													
Corporate	4	92	2,853	13,965	94	2,831	14,864	94	2,519	14,850	89	2,194	14,113
Sovereign	5	-	-	330	-	-	290	-	-	281	-	-	258
Bank	6	-	6,740	4,604	-	10,039	8,523	-	10,405	10,956	-	10,072	10,704
	7	92	9,593	18,899	94	12,870	23,677	94	12,924	26,087	89	12,266	25,075
Gross Credit Risk Exposure	8	\$ 92	\$ 10,425	\$ 174,098	\$ 94	\$ 13,729	\$ 179,713	\$ 94	\$ 13,807	\$ 115,508	\$ 89	\$ 13,153	\$ 114,118

	2011 Q2	2011 Q1	
		Standardized	AIRB ²
		Eligible financial collateral ³	Guarantees / credit derivatives
By Counterparty Type			
Retail			
Residential secured	9	\$ -	\$ 90,053
Other retail	10	-	660
	11	-	927
Non-retail			
Corporate	12	88	1,534
Sovereign	13	-	263
Bank	14	-	10,036
	15	88	11,570
Gross Credit Risk Exposure	16	\$ 88	\$ 12,497

¹ Prior to Q1 2012, the amounts are calculated based on Canadian GAAP.

² For exposures under the AIRB Approach, eligible financial collateral is taken into account in the Bank's LGD models. Separate disclosure of eligible financial collateral is, therefore, not required.

³ For exposures under the Standardized Approach, eligible financial collateral can include cash, gold, highly rated debt securities and equities listed on the main index.

Standardized Credit Risk Exposures^{1,2}

(\$ millions) AS AT	LINE #	2012 Q2								2012 Q1							
		Risk-weight								Risk-weight							
		0%	20%	35%	50%	75%	100%	150%	Total	0%	20%	35%	50%	75%	100%	150%	Total
By Counterparty Type																	
Retail																	
Residential secured	1	\$ 96	\$ 184	\$ 16,728	\$ -	\$ 2,402	\$ 193	\$ -	\$ 19,603	\$ 78	\$ 199	\$ 15,598	\$ -	\$ 2,467	\$ 206	\$ -	\$ 18,548
Other retail ³	2	49	502	-	-	29,721	-	206	30,478	51	530	-	-	29,377	-	213	30,171
	3	145	686	16,728	-	32,123	193	206	50,081	129	729	15,598	-	31,844	206	213	48,719
Non-retail																	
Corporate	4	2,615	329	-	-	-	51,546	1,207	55,697	2,554	371	-	-	-	50,370	1,315	54,610
Sovereign	5	17,020	4,058	-	-	-	-	-	21,078	9,434	5,392	-	-	-	-	-	14,826
Bank	6	6,740	8,411	-	-	-	-	9	15,160	10,039	8,407	-	-	-	-	10	18,456
	7	26,375	12,798	-	-	-	51,546	1,216	91,935	22,027	14,170	-	-	-	50,370	1,325	87,892
Total	8	\$ 26,520	\$ 13,484	\$ 16,728	\$ -	\$ 32,123	\$ 51,739	\$ 1,422	\$ 142,016	\$ 22,156	\$ 14,899	\$ 15,598	\$ -	\$ 31,844	\$ 50,576	\$ 1,538	\$ 136,611
		2011 Q4								2011 Q3							
By Counterparty Type																	
Retail																	
Residential secured	9	\$ 70	\$ 203	\$ 14,196	\$ -	\$ 2,552	\$ 199	\$ -	\$ 17,220	\$ 67	\$ 203	\$ 12,618	\$ -	\$ 2,277	\$ 171	\$ -	\$ 15,336
Other retail ³	10	53	557	-	-	24,261	-	191	25,062	50	568	-	-	23,259	-	177	24,054
	11	123	760	14,196	-	26,813	199	191	42,282	117	771	12,618	-	25,536	171	177	39,390
Non-retail																	
Corporate	12	2,197	415	-	-	-	49,087	1,293	52,992	1,866	417	-	-	-	46,537	1,346	50,166
Sovereign	13	18,816	4,742	-	-	-	-	-	23,558	14,360	5,744	-	-	-	-	-	20,104
Bank	14	10,405	9,955	-	-	-	-	2	20,362	10,072	10,126	-	-	-	-	1	20,199
	15	31,418	15,112	-	-	-	49,087	1,295	96,912	26,298	16,287	-	-	-	46,537	1,347	90,469
Total	16	\$ 31,541	\$ 15,872	\$ 14,196	\$ -	\$ 26,813	\$ 49,286	\$ 1,486	\$ 139,194	\$ 26,415	\$ 17,058	\$ 12,618	\$ -	\$ 25,536	\$ 46,708	\$ 1,524	\$ 129,859
		2011 Q2								2011 Q1							
By Counterparty Type																	
Retail																	
Residential secured	17	\$ 55	\$ 212	\$ 11,936	\$ -	\$ 2,037	\$ 182	\$ -	\$ 14,422	\$ 55	\$ 228	\$ 11,619	\$ -	\$ 2,401	\$ 192	\$ -	\$ 14,495
Other retail ³	18	50	609	-	-	23,305	-	120	24,084	52	687	-	-	17,267	-	128	18,134
	19	105	821	11,936	-	25,342	182	120	38,506	107	915	11,619	-	19,668	192	128	32,629
Non-retail																	
Corporate	20	1,159	463	-	-	-	46,458	827	48,907	1,163	534	-	-	-	47,675	912	50,284
Sovereign	21	12,836	5,844	-	-	-	-	-	18,680	2,553	4,089	-	-	-	-	-	6,642
Bank	22	10,036	10,312	-	1	-	-	-	20,349	10,537	10,508	-	1	-	-	-	21,046
	23	24,031	16,619	-	1	-	46,458	827	87,936	14,253	15,131	-	1	-	47,675	912	77,972
Total	24	\$ 24,136	\$ 17,440	\$ 11,936	\$ 1	\$ 25,342	\$ 46,640	\$ 947	\$ 126,442	\$ 14,360	\$ 16,046	\$ 11,619	\$ 1	\$ 19,668	\$ 47,867	\$ 1,040	\$ 110,601

¹ Prior to Q1 2012, the amounts are calculated based on Canadian GAAP.

² Credit risk exposures are after credit risk mitigants and net of specific allowance.

³ Under the Standardized Approach, other retail includes qualifying revolving retail exposures.

AIRB Credit Risk Exposures: Retail Risk Parameters¹

(\$ millions, except as noted) AS AT		2012 Q2				2012 Q1				2011 Q4				2011 Q3			
LINE #		Exposure weighted-average EAD ²	Exposure weighted-average PD	Exposure weighted-average LGD	Exposure weighted-average risk-weight	Exposure weighted-average EAD ²	Exposure weighted-average PD	Exposure weighted-average LGD	Exposure weighted-average risk-weight	Exposure weighted-average EAD ²	Exposure weighted-average PD	Exposure weighted-average LGD	Exposure weighted-average risk-weight	Exposure weighted-average EAD ²	Exposure weighted-average PD	Exposure weighted-average LGD	Exposure weighted-average risk-weight
Residential Secured																	
1	Low risk	\$ 31,189	0.1 %	17.4 %	2.7 %	\$ 20,868	0.1 %	12.8 %	2.6 %	\$ 18,182	0.1 %	13.0 %	2.7 %	\$ 18,283	0.1 %	13.0 %	2.6 %
2	Normal risk	32,795	0.5	16.2	11.4	38,158	0.4	14.8	10.3	32,978	0.5	14.8	10.4	32,345	0.5	15.0	10.7
3	Medium risk	15,859	2.1	15.5	30.3	17,283	2.0	14.9	29.0	16,644	2.0	15.9	30.7	13,738	2.0	15.1	29.5
4	High risk	3,853	16.7	17.4	76.0	4,045	17.5	16.4	72.7	3,624	17.5	16.7	73.9	3,542	17.2	16.6	73.6
5	Default	302	100.0	15.7	117.9	312	100.0	15.7	112.7	267	100.0	16.1	106.2	252	100.0	16.2	106.3
6		\$ 83,998	1.7	16.6	15.1	\$ 80,666	1.9	14.4	15.9	\$ 71,695	1.9	14.7	16.7	\$ 68,160	1.9	14.6	15.9
Qualifying Revolving Retail																	
7	Low risk	\$ 17,067	0.1	84.2	3.0	\$ 16,868	0.1	84.2	3.0	\$ 16,783	0.1	84.4	3.0	\$ 16,802	0.1	84.5	3.0
8	Normal risk	14,320	0.5	85.1	17.5	13,983	0.5	85.1	17.5	14,172	0.5	85.2	17.5	13,981	0.5	85.3	17.5
9	Medium risk	8,134	2.4	86.5	62.6	7,860	2.4	86.5	62.4	7,943	2.4	86.7	62.6	7,798	2.4	86.7	62.7
10	High risk	3,590	10.8	83.7	146.9	3,627	11.0	83.8	148.0	3,694	11.1	83.8	148.2	3,810	11.3	84.0	149.8
11	Default	148	100.0	78.2	9.4	144	100.0	77.7	9.3	144	100.0	78.7	9.3	143	100.0	79.1	9.3
12		\$ 43,259	1.9	84.9	31.0	\$ 42,482	1.9	84.9	31.1	\$ 42,736	1.9	85.1	31.4	\$ 42,534	2.0	85.1	31.9
Other Retail																	
13	Low risk	\$ 4,307	0.1	45.9	9.3	\$ 4,205	0.1	45.3	9.1	\$ 3,937	0.1	44.5	8.9	\$ 3,935	0.1	44.2	8.9
14	Normal risk	10,599	0.5	52.6	38.0	10,324	0.5	52.3	37.7	10,554	0.6	52.7	38.6	10,441	0.6	52.7	38.4
15	Medium risk	11,960	2.1	55.7	70.4	12,124	2.1	55.9	70.3	12,086	2.1	55.9	70.9	11,863	2.1	56.0	71.2
16	High risk	3,828	11.0	52.5	89.9	3,693	10.8	52.2	88.9	3,792	10.9	52.6	89.8	3,902	11.2	53.3	91.5
17	Default	148	100.0	51.5	101.4	151	100.0	52.4	99.4	151	100.0	53.4	99.1	147	100.0	52.5	106.1
18		\$ 30,842	2.9 %	52.8 %	53.3 %	\$ 30,497	2.8 %	52.7 %	53.2 %	\$ 30,520	2.9 %	52.9 %	54.2 %	\$ 30,288	3.0 %	52.9 %	54.6 %

		2011 Q2				2011 Q1			
LINE #		Exposure weighted-average EAD ²	Exposure weighted-average PD	Exposure weighted-average LGD	Exposure weighted-average risk-weight	Exposure weighted-average EAD ²	Exposure weighted-average PD	Exposure weighted-average LGD	Exposure weighted-average risk-weight
Residential Secured									
19	Low risk	\$ 16,731	0.1 %	12.2 %	2.5 %	\$ 15,991	0.1 %	12.2 %	2.5 %
20	Normal risk	28,316	0.5	14.0	10.1	27,855	0.5	14.4	10.5
21	Medium risk	13,394	2.0	14.8	29.1	12,793	2.1	15.4	30.4
22	High risk	3,412	17.2	16.1	71.8	3,506	16.6	16.9	74.8
23	Default	251	100.0	15.7	105.5	223	100.0	15.5	104.0
24		\$ 62,104	2.0	13.8	15.9	\$ 60,368	2.0	14.2	16.7
Qualifying Revolving Retail									
25	Low risk	\$ 16,879	0.1	84.5	3.0	\$ 17,216	0.1	84.5	3.0
26	Normal risk	14,149	0.5	85.5	17.4	13,490	0.5	85.5	17.4
27	Medium risk	8,172	2.4	87.1	63.6	7,850	2.5	87.1	64.0
28	High risk	3,863	11.2	84.2	150.0	4,233	11.3	84.6	150.9
29	Default	157	100.0	79.3	9.5	152	100.0	78.6	9.4
30		\$ 43,220	2.0	85.3	32.3	\$ 42,941	2.1	85.3	33.3
Other Retail									
31	Low risk	\$ 3,880	0.1	44.7	9.0	\$ 3,788	0.1	43.9	8.8
32	Normal risk	9,999	0.6	53.3	39.1	9,723	0.6	52.9	38.7
33	Medium risk	11,333	2.1	57.2	72.4	11,011	2.1	57.1	72.3
34	High risk	3,813	10.8	54.0	91.8	3,787	10.8	54.6	93.1
35	Default	143	100.0	50.0	104.6	150	100.0	50.8	104.3
36		\$ 29,168	2.9 %	53.7 %	55.3 %	\$ 28,459	3.0 %	53.5 %	55.3 %

¹ Prior to Q1 2012, the amounts are calculated based on Canadian GAAP.

² EAD includes the effects of credit risk mitigation.

AIRB Credit Risk Exposures: Non-Retail Risk Parameters¹

(\$ millions, except as noted) AS AT		2012 Q2				2012 Q1				2011 Q4				2011 Q3			
LINE #		EAD ²	Exposure weighted- average PD	Exposure weighted- average LGD	Exposure weighted- average risk- weight	EAD ²	Exposure weighted- average PD	Exposure weighted- average LGD	Exposure weighted- average risk- weight	EAD ²	Exposure weighted- average PD	Exposure weighted- average LGD	Exposure weighted- average risk- weight	EAD ²	Exposure weighted- average PD	Exposure weighted- average LGD	Exposure weighted- average risk- weight
Corporate																	
1	Investment grade	\$ 95,806	0.1 %	22.3 %	13.3 %	\$ 90,130	0.1 %	24.1 %	14.1 %	\$ 83,685	0.1 %	24.9 %	13.7 %	\$ 80,555	0.1 %	24.4 %	12.9 %
2	Non-investment grade	42,571	1.4	19.7	36.5	39,206	1.4	21.1	38.9	38,661	1.4	20.6	37.8	39,661	1.5	19.5	35.9
3	Watch and classified	873	19.0	34.5	163.8	845	18.1	31.1	143.7	829	22.2	30.9	143.7	947	23.4	28.9	134.2
4	Impaired/default	145	100.0	43.1	189.6	135	100.0	46.3	200.9	117	100.0	46.8	223.9	125	100.0	45.7	206.9
5		\$ 139,395	0.7	21.6	21.5	\$ 130,316	0.7	23.3	22.6	\$ 123,292	0.7	23.6	22.3	\$ 121,288	0.9	22.9	21.5
Sovereign																	
6	Investment grade	\$ 213,019	0.0	4.9	0.2	\$ 202,737	0.0	5.0	0.2	\$ 153,756	0.0	7.2	0.3	\$ 153,471	0.0	7.3	0.2
7	Non-investment grade	314	1.1	39.7	57.2	95	2.8	1.8	2.0	97	2.8	3.0	4.1	106	2.5	3.1	3.0
8		\$ 213,333	0.0	4.9	0.3	\$ 202,832	0.0	4.9	0.2	\$ 153,853	0.0	7.2	0.3	\$ 153,577	0.0	7.9	0.2
Bank																	
9	Investment grade	\$ 120,728	0.1	16.8	6.1	\$ 124,395	0.1	19.6	6.5	\$ 117,408	0.1	23.4	7.0	\$ 116,042	0.1	20.9	5.9
10	Non-investment grade	1,821	0.7	8.0	12.4	2,108	0.8	10.6	17.9	2,222	0.7	11.7	19.5	3,340	0.7	6.6	10.7
11	Watch and classified	43	52.9	13.5	62.7	47	25.2	12.5	68.5	53	28.0	16.7	80.2	44	23.9	18.1	95.2
12	Impaired/default	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
13		\$ 122,592	0.1 %	16.7 %	6.3 %	\$ 126,550	0.1 %	19.5 %	6.7 %	\$ 119,683	0.1 %	23.2 %	7.3 %	\$ 119,426	0.1 %	20.5 %	6.1 %

		2011 Q2				2011 Q1			
		EAD ²	Exposure weighted- average PD	Exposure weighted- average LGD	Exposure weighted- average risk- weight	EAD ²	Exposure weighted- average PD	Exposure weighted- average LGD	Exposure weighted- average risk- weight
Corporate									
14	Investment grade	\$ 73,938	0.1 %	25.9 %	13.6 %	\$ 66,109	0.1 %	29.2 %	15.2 %
15	Non-investment grade	38,886	1.5	18.9	34.6	38,781	1.4	19.1	34.2
16	Watch and classified	1,106	19.5	22.3	105.8	1,280	19.1	21.6	101.7
17	Impaired/default	162	100.0	44.7	174.9	187	100.0	42.9	157.2
18		\$ 114,092	0.9	23.5	21.9	\$ 106,357	1.0	25.4	23.4
Sovereign									
19	Investment grade	\$ 145,473	0.0	5.4	0.1	\$ 153,236	0.0	4.7	0.2
20	Non-investment grade	177	2.0	0.3	0.9	97	2.9	1.7	3.6
21		\$ 145,650	0.0	5.4	0.1	\$ 153,333	0.0	4.7	0.2
Bank									
22	Investment grade	\$ 109,619	0.1	22.5	6.4	\$ 116,058	0.1	20.6	5.5
23	Non-investment grade	2,350	0.6	8.0	12.7	2,811	0.5	6.0	7.8
24	Watch and classified	35	11.6	15.6	76.0	33	11.6	12.5	62.2
25	Impaired/default	1	100.0	54.0	674.4	1	100.0	54.0	675.0
26		\$ 112,005	0.1 %	22.2 %	6.5 %	\$ 118,903	0.1 %	20.2 %	5.6 %

¹ Prior to Q1 2012, the amounts are calculated based on Canadian GAAP.

² EAD includes the effects of credit risk mitigation.

AIRB Credit Risk Exposures: Undrawn Commitments^{1,2} and EAD on Undrawn Commitments^{2,3}

(\$ millions) AS AT		LINE #	2012 Q2		2012 Q1		2011 Q4		2011 Q3	
By Counterparty Type			Notional undrawn commitments	EAD on undrawn commitments	Notional undrawn commitments	EAD on undrawn commitments	Notional undrawn commitments	EAD on undrawn commitments	Notional undrawn commitments	EAD on undrawn commitments
Retail										
Residential secured		1	\$ 62,677	\$ 20,709	\$ 62,409	\$ 20,678	\$ 61,463	\$ 20,407	\$ 60,292	\$ 20,132
Qualifying revolving retail		2	46,227	28,384	45,334	27,565	45,190	27,592	44,764	27,283
Other retail		3	7,297	5,444	7,334	5,511	7,306	5,517	7,511	5,675
		4	116,201	54,537	115,077	53,754	113,959	53,516	112,567	53,090
Non-retail										
Corporate		5	28,488	19,893	27,570	19,217	27,018	18,910	25,285	17,364
Sovereign		6	1,304	935	1,021	732	1,359	974	1,241	877
Bank		7	842	603	862	617	668	478	718	507
		8	30,634	21,431	29,453	20,566	29,045	20,362	27,244	18,748
Total		9	\$ 146,835	\$ 75,968	\$ 144,530	\$ 74,320	\$ 143,004	\$ 73,878	\$ 139,811	\$ 71,838

		LINE #	2011 Q2		2011 Q1	
By Counterparty Type			Notional undrawn commitments	EAD on undrawn commitments	Notional undrawn commitments	EAD on undrawn commitments
Retail						
Residential secured		10	\$ 59,504	\$ 19,839	\$ 58,527	\$ 19,626
Qualifying revolving retail		11	44,676	28,109	44,385	27,653
Other retail		12	7,254	5,474	7,168	5,424
		13	111,434	53,422	110,080	52,703
Non-retail						
Corporate		14	24,921	17,161	25,694	17,656
Sovereign		15	1,274	901	1,019	720
Bank		16	826	583	1,076	760
		17	27,021	18,645	27,789	19,136
Total		18	\$ 138,455	\$ 72,067	\$ 137,869	\$ 71,839

¹ Notional undrawn commitments are equal to the contractually available amounts provided via committed loan agreements less amounts currently outstanding under those committed loan agreements.

² Prior to Q1 2012, the amounts are calculated based on Canadian GAAP.

³ EAD on undrawn commitments is the amount currently undrawn but expected to be drawn assuming a default on the underlying committed loan agreement.

AIRB Credit Risk Exposures: Loss Experience¹

(Percentage)	LINE #	2012 Q2		2012 Q1		2011 Q4			2011 Q3		
		Actual loss rate ^{2,3}	Expected loss rate ^{2,3}	Actual loss rate ^{2,3}	Expected loss rate ^{2,3}	Historical actual loss rate ⁴	Actual loss rate ^{2,3}	Expected loss rate ^{2,3}	Actual loss rate ^{2,3}	Expected loss rate ^{2,3}	
By Counterparty Type											
Retail											
Residential secured	1	0.02 %	0.12 %	0.02 %	0.13 %	0.01 %	0.01 %	0.12 %	0.01 %	0.13 %	
Qualifying revolving retail	2	3.38	3.94	3.47	4.01	3.61	3.56	4.07	3.66	4.29	
Other retail	3	1.12	1.56	1.15	1.59	1.10	1.17	1.61	1.02	1.44	
Non-retail											
Corporate	4	0.03	0.51	(0.03)	0.55	0.38	(0.08)	0.59	(0.03)	0.59	
Sovereign	5	-	-	-	-	-	-	-	-	-	
Bank	6	-	0.03	-	0.03	-	-	0.03	-	0.04	

		2011 Q2		2011 Q1	
		Actual loss rate ^{2,3}	Expected loss rate ^{2,3}	Actual loss rate ^{2,3}	Expected loss rate ^{2,3}
By Counterparty Type					
Retail					
Residential secured	7	0.01 %	0.12 %	0.01 %	0.12 %
Qualifying revolving retail	8	3.79	4.41	4.02	4.41
Other retail	9	1.16	1.57	1.26	1.48
Non-retail					
Corporate	10	(0.09)	0.67	-	0.65
Sovereign	11	-	-	-	-
Bank	12	-	0.04	-	0.05

¹ Prior to Q1 2012, the amounts are calculated based on Canadian GAAP.

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

Actual loss rate represents the actual write-offs net of recoveries for the current and prior three quarters divided by the outstanding balances taken at the beginning of the four-quarter period starting 15 months ago. This reflects the three-month lag between the Basel II definition of default (at 90 days past due) and write-off (at 180 days). Expected loss rate represents the loss rate that was predicted at the beginning of the four-quarter period defined above. The expected loss is measured using Basel II parameters (PDxLGDxEAD) divided by outstanding balances at the beginning of the four-quarter period.

³ Non-retail actual and expected loss rates are measured as follows:

Actual loss rate represents the change in specific allowance plus write-offs less recoveries, divided by the outstanding balances for the same period, for each of the current and prior three quarters. Expected loss rate represents the loss rate that was predicted at the beginning of the applicable four-quarter period defined above. The expected loss is measured using Basel II parameters (PDxLGDxEAD) divided by outstanding balances at the beginning of the four-quarter period.

⁴ The historical loss rate equals total actual losses for all years in the historically measured period divided by total outstanding balances for all years in the historically measured period. Currently, the Bank includes comparable data from fiscal 2002 through to the current year in the historically measured period. This historical data will be updated annually until a complete business cycle is included in the historically measured period. A business cycle is estimated to be 10 -15 years in duration.

Commentary:

Differences between actual loss rates and expected loss rates are due to the following reasons:

- Expected losses are calculated using "through the cycle" risk parameters while actual losses are determined at a "point in time" and reflect economic conditions at that time. Using "through the cycle" parameters has the effect of stabilizing expected losses over a longer period of time. As a result, actual losses may exceed expected losses during a recession and may fall below expected losses during economic growth.
- Expected loss parameters are conservatively estimated (i.e. adjusted upwards) to account for the limited number of years of historical data available.
- LGD parameters used in the expected loss estimates are adjusted upwards to reflect potential economic downturn conditions.

To ensure our models and risk parameters continue to be reasonable predictors of potential loss, we assess and review our risk parameters against actual loss experience and public sources of information at least annually and we update our models as required.

Retail:

Due to improvement in economic conditions and credit quality of the new business, actual loss rates for qualifying revolving and other retail exposures in the four quarters ending Q2 2012 are back down to their historical averages.

Non-retail:

Actual loss rates for non-retail exposures were lower in the four quarters ending Q2 2012 than they were during the historically measured period. This is because of lower average defaults rates during the four quarters ending Q2 2012 than they were during the historically measured period.

Securitization and Resecuritization Exposures in the Banking Book¹

(\$ millions) AS AT	LINE #	2012 Q2			2012 Q1			2011 Q4		
		Gross securitization exposures	Gross resecuritization exposures ²	Risk-weighted assets	Gross securitization exposures	Gross resecuritization exposures ²	Risk-weighted assets	Gross securitization exposures	Gross resecuritization exposures ²	Risk-weighted assets
Capital Approach and Risk Weighting										
Standardized Approach³										
AA- and above	1	\$ 17,876	\$ –	\$ 3,575	\$ 19,658	\$ –	\$ 3,932	\$ 17,890	\$ –	\$ 3,578
A+ to A-	2	–	–	–	–	–	–	–	–	–
BBB+ to BBB-	3	97	–	97	97	–	97	–	–	–
BB+ to BB-	4	–	–	–	–	–	–	–	–	–
Below BB- ⁴	5	–	–	n/a	–	–	n/a	–	–	n/a
Ratings Based Approach⁵										
AA- and above	6	5,207	1,512	672	5,894	1,578	732	6,177	1,630	431
A+ to A-	7	184	15	40	220	15	45	218	16	36
BBB+ to BBB-	8	135	154	451	172	157	471	190	155	248
BB+ to BB-	9	182	84	1,338	165	82	1,352	197	83	1,326
Below BB- ⁴	10	588	99	n/a	622	100	n/a	616	100	n/a
Internal Assessment Approach⁶										
AA- and above	11	12,188	–	608	12,039	–	580	10,954	–	767
A+ to A-	12	–	–	–	–	–	–	–	–	–
BBB+ to BBB-	13	17	–	13	17	–	13	17	–	13
BB+ to BB-	14	–	–	–	–	–	–	–	–	–
Below BB- ⁴	15	–	–	n/a	–	–	n/a	–	–	n/a
Gains on sale recorded upon securitization ⁴	16	–	–	n/a	–	–	n/a	86	–	n/a
Total	17	\$ 36,474	\$ 1,864	\$ 6,794	\$ 38,884	\$ 1,932	\$ 7,222	\$ 36,345	\$ 1,984	\$ 6,399
2011 Q3										
2011 Q2										
2011 Q1										
		Gross securitization exposures	Gross resecuritization exposures ²	Risk-weighted assets	Gross securitization exposures	Gross resecuritization exposures ²	Risk-weighted assets	Gross securitization exposures	Gross resecuritization exposures ²	Risk-weighted assets
Capital Approach and Risk Weighting										
Standardized Approach³										
AA- and above	18	\$ 14,637	\$ –	\$ 2,927	\$ 12,909	\$ –	\$ 2,582	\$ 18,746	\$ –	\$ 3,749
A+ to A-	19	–	–	–	–	–	–	–	–	–
BBB+ to BBB-	20	–	–	–	–	–	–	–	–	–
BB+ to BB-	21	–	–	–	–	–	–	–	–	–
Below BB- ⁴	22	–	–	n/a	–	–	n/a	–	–	n/a
Ratings Based Approach⁵										
AA- and above	23	6,589	1,617	660	7,382	1,657	719	8,960	1,828	852
A+ to A-	24	251	82	55	329	84	66	386	92	78
BBB+ to BBB-	25	197	175	270	246	174	297	98	185	202
BB+ to BB-	26	168	–	858	42	–	159	–	–	–
Below BB- ⁴	27	615	90	n/a	595	90	n/a	513	99	n/a
Internal Assessment Approach⁶										
AA- and above	28	9,688	–	678	10,662	–	746	10,278	–	719
A+ to A-	29	–	–	–	–	–	–	–	–	–
BBB+ to BBB-	30	56	–	42	56	–	42	56	–	42
BB+ to BB-	31	–	–	–	–	–	–	–	–	–
Below BB- ⁴	32	–	–	n/a	–	–	n/a	–	–	n/a
Gains on sale recorded upon securitization ⁴	33	86	–	n/a	87	–	n/a	85	–	n/a
Total	34	\$ 32,287	\$ 1,964	\$ 5,490	\$ 32,308	\$ 2,005	\$ 4,611	\$ 39,122	\$ 2,204	\$ 5,642

¹ Securitization exposures include the Bank's exposures as originator and investor under both the IRB approach and the Standardized approach.

² None of the Bank's resecuritization exposures were subject to credit risk mitigation at January 31, 2011.

³ Securitization exposures subject to the standardized approach are primarily comprised of investments held in the Banking book.

⁴ Securitization exposures deducted from capital.

⁵ Securitization exposures subject to the ratings based approach primarily include liquidity facilities, credit enhancements, letters of credit, and investments held in the Banking book.

⁶ Securitization exposures subject to the internal assessment approach are primarily comprised of liquidity facilities provided to the Bank's asset-backed commercial paper (ABCP) conduits.

Risk-Weighted Assets¹

(\$ millions) AS AT	LINE #	2012 Q2				2012 Q1				2011 Q4				2011 Q3			
		Risk-Weighted Assets				Risk-Weighted Assets				Risk-Weighted Assets				Risk-Weighted Assets			
		Gross exposures	Standardized	Internal Ratings Based	Total	Gross exposures	Standardized	Internal Ratings Based	Total	Gross exposures	Standardized	Internal Ratings Based	Total	Gross exposures	Standardized	Internal Ratings Based	Total
Credit Risk																	
Retail																	
Residential secured	1	\$ 246,371	\$ 7,887	\$ 12,654	\$ 20,541	\$ 242,691	\$ 7,556	\$ 12,801	\$ 20,357	\$ 178,358	\$ 7,122	\$ 11,997	\$ 19,119	\$ 172,567	\$ 6,336	\$ 10,864	\$ 17,200
Qualifying revolving retail	2	43,259	—	13,389	13,389	42,482	—	13,228	13,228	42,736	—	13,436	13,436	42,534	—	13,548	13,548
Other retail	3	61,379	22,701	16,429	39,130	60,734	22,458	16,234	38,692	55,659	18,593	16,550	35,143	54,429	17,823	16,544	34,367
Non-retail																	
Corporate	4	195,249	53,423	29,980	83,403	185,081	52,417	29,481	81,898	176,457	51,110	27,539	78,649	171,612	48,640	26,123	74,763
Sovereign	5	91,672	811	691	1,502	74,208	1,078	441	1,519	87,991	948	392	1,340	84,639	1,149	323	1,472
Bank	6	137,754	1,695	7,668	9,363	145,007	1,696	8,449	10,145	140,046	1,994	8,677	10,671	139,647	2,028	7,303	9,331
Securitization exposures	7	38,338	3,672	3,122	6,794	40,816	4,029	3,193	7,222	38,329	3,578	2,821	6,399	34,251	2,927	2,563	5,490
Equity exposures	8	2,302	—	1,016	1,016	2,424	—	1,093	1,093	2,409	—	1,081	1,081	2,398	—	1,115	1,115
Exposures subject to standardized or IRB approaches	9	816,324	90,189	84,949	175,138	793,443	89,234	84,920	174,154	721,985	83,345	82,493	165,838	702,077	78,903	78,383	157,286
Adjustment to IRB RWA for scaling factor	10				5,097				5,095				4,950				4,703
Other assets not included in standardized or IRB approaches	11	34,724			13,539	34,831			13,528	36,132			12,617	34,676			12,215
Net impact of eliminating one month reporting lag on U.S. entities²	12	—			—	—			—	(266)			—	(46)			—
Total credit risk	13	\$ 851,048			\$ 193,774	\$ 828,274			\$ 192,777	\$ 757,851			\$ 183,405	\$ 736,707			\$ 174,204
Market Risk																	
Trading book	14	n/a			16,638	n/a			19,999	n/a			5,083	n/a			4,402
Operational Risk																	
Standardized approach	15	n/a			31,556	n/a			30,866	n/a			30,291	n/a			29,199
Total	16				\$ 241,968				\$ 243,642				\$ 218,779				\$ 207,805

	2011 Q2				2011 Q1				
	Risk-Weighted Assets				Risk-Weighted Assets				
	Gross exposures	Standardized	Internal Ratings Based	Total	Gross exposures	Standardized	Internal Ratings Based	Total	
Credit Risk									
Retail									
Residential secured	17	\$ 166,596	\$ 5,929	\$ 9,878	\$ 15,807	\$ 164,847	\$ 6,105	\$ 10,063	\$ 16,168
Qualifying revolving retail	18	43,220	—	13,979	13,979	42,941	—	14,281	14,281
Other retail	19	53,327	17,781	16,123	33,904	46,678	13,280	15,740	29,020
Non-retail									
Corporate	20	163,168	47,792	24,980	72,772	156,797	49,149	24,888	74,037
Sovereign	21	74,277	1,169	208	1,377	70,003	818	252	1,070
Bank	22	132,401	2,063	7,324	9,387	139,949	2,102	6,654	8,756
Securitization exposures	23	34,313	2,582	2,029	4,611	41,326	3,749	1,893	5,642
Equity exposures	24	2,399	—	1,147	1,147	2,618	—	1,274	1,274
Exposures subject to standardized or IRB approaches	25	669,701	77,316	75,668	152,984	665,159	75,203	75,045	150,248
Adjustment to IRB RWA for scaling factor	26				4,540				4,503
Other assets not included in standardized or IRB approaches	27	35,321			13,110	36,117			12,985
Net impact of eliminating one month reporting lag on U.S. entities²	28	(118)			—	36			—
Total credit risk	29	\$ 704,904			\$ 170,634	\$ 701,312			\$ 167,736
Market Risk									
Trading book	30	n/a			3,451	n/a			3,627
Operational Risk									
Standardized approach	31	n/a			28,584	n/a			27,872
Total	32				\$ 202,669				\$ 199,235

¹ Prior to Q1 2012, the amounts are calculated based on Canadian GAAP.

² As at November 2011, the one month lag for Financial reporting has been eliminated. In previous months, for accounting purposes, the Bank's investment in TD Ameritrade was translated using the month end rate of TD Ameritrade's reporting period, which was on a one month lag. For regulatory purposes only, the Bank's investment in TD Ameritrade was translated using the period-end foreign exchange rate of the Bank.

Capital Position¹

(\$ millions, except as noted)
AS AT

LINE #	2012		2011			
	Q2	Q1	Q4	Q3	Q2	Q1
RISK-WEIGHTED ASSETS	\$ 241,968	\$ 243,642	\$ 218,779	\$ 207,805	\$ 202,669	\$ 199,235
CAPITAL						
Tier 1 Capital						
Common shares	\$ 17,911	\$ 17,570	\$ 18,301	\$ 17,393	\$ 17,189	\$ 16,893
Contributed surplus	200	214	281	282	276	294
Retained earnings	19,970	19,003	24,339	23,445	22,623	21,914
Fair value (gain) loss arising from changes in the institution's own credit risk	5	(2)	-	-	-	-
Net unrealized foreign currency translation gains (losses) on investment in subsidiaries, net of hedging activities	(676)	(339)	(3,199)	(4,501)	(4,647)	(3,447)
Preferred shares ²	3,394	3,395	3,395	3,944	3,945	3,944
Innovative instruments ²	3,703	3,705	3,705	3,663	3,772	3,810
Adjustment for transition to measurement under IFRS	1,162	1,550	-	-	-	-
Net impact of eliminating one month reporting lag on U.S. entities ³	-	-	(266)	(46)	(118)	36
Gross Tier 1 capital	45,669	45,096	46,556	44,180	43,040	43,444
Goodwill and intangibles in excess of 5% limit	(12,283)	(12,438)	(14,376)	(13,814)	(13,685)	(14,212)
Net Tier 1 Capital	33,386	32,658	32,180	30,366	29,355	29,232
Securitization - gain on sale of mortgages	-	-	(86)	(86)	(87)	(85)
Securitization - other	(666)	(694)	(735)	(765)	(743)	(808)
50% shortfall in allowance ⁴	(189)	(182)	(180)	(198)	(194)	(197)
50% substantial investments	(2,693)	(2,696)	(2,805)	(2,572)	(2,558)	(2,736)
Investment in insurance subsidiaries ⁵	(736)	(708)	(4)	(4)	(4)	(4)
Net impact of eliminating one month reporting lag on U.S. entities ³	-	-	133	23	59	(18)
Adjusted Net Tier 1 Capital	29,102	28,378	28,503	26,764	25,828	25,384
Tier 2 Capital						
Innovative instruments	26	26	26	25	25	26
Subordinated notes and debentures (net of amortization and ineligible)	11,288	11,300	11,253	11,824	11,863	11,852
Eligible general allowance (re standardized approach)	978	955	940	925	926	927
Accumulated net after-tax unrealized gain on AFS equity securities in OCI	115	117	35	41	95	82
Securitization - other	(1,360)	(1,484)	(1,484)	(1,486)	(1,503)	(1,660)
50% shortfall in allowance ⁴	(189)	(182)	(180)	(198)	(194)	(197)
50% substantial investments	(2,693)	(2,696)	(2,805)	(2,572)	(2,558)	(2,736)
Investments in insurance subsidiaries ⁵	(736)	(708)	(1,443)	(1,411)	(1,459)	(1,425)
Net impact of eliminating one month reporting lag on U.S. entities ³	-	-	133	23	59	(18)
Total Tier 2 Capital	7,429	7,366	6,475	7,171	7,254	6,851
Total Regulatory Capital³	\$ 36,531	\$ 35,744	\$ 34,978	\$ 33,935	\$ 33,082	\$ 32,235
REGULATORY CAPITAL RATIOS (%)³						
Tier 1 capital ratio ⁶	12.0 %	11.6 %	13.0 %	12.9 %	12.7 %	12.7 %
Total capital ratio ⁶	15.1 %	14.7 %	16.0 %	16.3 %	16.3 %	16.2 %
CAPITAL RATIOS FOR SIGNIFICANT BANK SUBSIDIARIES (%)⁷						
TD Bank, N.A.⁷						
Tier 1 capital ratio	13.1 %	13.1 %	13.7 %	13.8 %	15.1 %	14.0 %
Total capital ratio	14.4 %	14.5 %	15.2 %	15.3 %	16.7 %	15.6 %
TD Mortgage Corporation						
Tier 1 capital ratio	30.4 %	24.0 %	24.3 %	24.1 %	23.9 %	23.4 %
Total capital ratio	32.9 %	26.1 %	26.4 %	26.4 %	26.1 %	25.7 %

¹ Prior to Q1 2012, the amounts are calculated based on Canadian GAAP.

² In accordance with CICA Handbook Section 3860, the Bank is required to classify certain classes of preferred shares and innovative Tier 1 capital investments as liabilities on the balance sheet. For regulatory capital purposes, these capital instruments have been grandfathered by OSFI and continue to be included in Tier 1 capital.

³ As at November 2011, the one month lag for Financial reporting has been eliminated. In previous months, for accounting purposes, the Bank's investment in TD Ameritrade was translated using the month end rate of TD Ameritrade's reporting period, which was on a one month lag. For regulatory purposes only, the Bank's investment in TD Ameritrade was translated using the period-end foreign exchange rate of the Bank.

⁴ When expected loss as calculated within the IRB approach exceeds total provisions, the difference is deducted 50% from Tier 1 capital and 50% from Tier 2 capital. When expected loss as calculated within the IRB approach is less than the total provisions, the difference is added to Tier 2 capital.

⁵ Based on OSFI advisory letter dated February 20, 2007, 100% of investments in insurance subsidiaries held prior to January 1, 2007 are deducted from Tier 2 capital. The 50% from Tier 1 capital and 50% from Tier 2 capital deduction was deferred until 2012.

⁶ OSFI's target Tier 1 and Total capital ratios for Canadian banks are 7% and 10%, respectively.

⁷ On a stand-alone basis, TD Bank, N.A. reports regulatory capital to the Office of the Comptroller of the Currency (OCC) under Basel I based on calendar quarter ends. The disclosed capital ratios are based on this framework.

Adjustments for Items of Note, Net of Income Taxes - Footnotes¹

- ¹ The adjustments for items of note, net of income taxes, are removed from reported results to compute adjusted results.
- ² Amortization of intangibles primarily relates to the Canada Trust acquisition in 2000, the TD Banknorth acquisition in 2005 and its privatization in 2007, the Commerce acquisition in 2008, the acquisitions by TD Banknorth of Hudson United Bancorp in 2006 and Interchange Financial Services in 2007, the amortization of intangibles included in equity in net income of TD Ameritrade, and the acquisition of the MBNA Canada credit card portfolio in 2012. Effective 2011, amortization of software is recorded in amortization of intangibles; however, amortization of software is not included for purposes of items of note, which only includes amortization of intangibles acquired as a result of business combinations.
- ³ During 2008, as a result of deterioration in markets and severe dislocation in the credit market, the Bank changed its trading strategy with respect to certain trading debt securities. Since the Bank no longer intended to actively trade in these debt securities, the Bank reclassified these debt securities from trading to the available-for-sale category effective August 1, 2008. As part of the Bank's trading strategy, these debt securities are economically hedged, primarily with CDS and interest rate swap contracts. This includes foreign exchange translation exposure related to the debt securities portfolio and the derivatives hedging it. These derivatives are not eligible for reclassification and are recorded on a fair value basis with changes in fair value recorded in the period's earnings. Management believes that this asymmetry in the accounting treatment between derivatives and the reclassified debt securities results in volatility in earnings from period to period that is not indicative of the economics of the underlying business performance in Wholesale Banking. Commencing in the second quarter of 2011, the Bank may from time to time replace securities within the portfolio to best utilize the initial, matched fixed term funding. As a result, the derivatives are accounted for on an accrual basis in Wholesale Banking and the gains and losses related to the derivatives in excess of the accrued amounts are reported in the Corporate segment. Adjusted results of the Bank exclude the gains and losses of the derivatives in excess of the accrued amount.
- ⁴ As a result of U.S. Personal and Commercial Banking acquisitions, the Bank incurred integration charges and direct transaction costs. Integration charges consist of costs related to information technology, employee retention, external professional consulting charges, marketing (including customer communication and rebranding), integration-related travel costs, employee severance costs, the costs of amending certain executive employment and award agreements, contract termination fees and the write-down of long-lived assets due to impairment. Direct transaction costs are expenses directly incurred in effecting a business combination and consist primarily of finders' fees, advisory fees, and legal fees. In the recent quarters, the integration charges were driven by the South Financial and FDIC-assisted acquisitions and there were no direct transaction costs recorded. Q1 2012 was the last quarter U.S. Personal and Commercial Banking included any further FDIC-assisted and South Financial related integration charges or direct transaction costs as an item of note.
- ⁵ The Bank purchases CDS to hedge the credit risk in Wholesale Banking's corporate lending portfolio. These CDS do not qualify for hedge accounting treatment and are measured at fair value with changes in fair value recognized in current period's earnings. The related loans are accounted for at amortized cost. Management believes that this asymmetry in the accounting treatment between CDS and loans would result in periodic profit and loss volatility which is not indicative of the economics of the corporate loan portfolio or the underlying business performance in Wholesale Banking. As a result, the CDS are accounted for on an accrual basis in Wholesale Banking and the gains and losses on the CDS, in excess of the accrued cost, are reported in the Corporate segment. Adjusted earnings exclude the gains and losses on the CDS in excess of the accrued cost. When a credit event occurs in the corporate loan book that has an associated CDS hedge, the PCL related to the portion that was hedged via the CDS is netted against this item of note.
- ⁶ As a result of the Chrysler Financial acquisition in Canada and the U.S., the Bank incurred integration charges and direct transaction costs. As well the Bank experienced volatility in earnings as a result of changes in the fair value of contingent consideration. Integration charges consist of costs related to information technology, employee retention, external professional consulting charges, marketing (including customer communication and rebranding), integration-related travel costs, employee severance costs, the costs of amending certain executive employment and award agreements, contract termination fees, and the write-down of long-lived assets due to impairment. Direct transaction costs are expenses directly incurred in effecting a business combination and consist primarily of finders' fees, advisory fees, and legal fees. Contingent consideration is defined as part of the purchase agreement, whereby the Bank is required to pay additional cash consideration in the event that amounts realized on certain assets exceed a pre-established threshold. Contingent consideration is recorded at fair value on the date of acquisition. Changes in fair value subsequent to acquisition are recorded in the Consolidated Statement of Income. Adjusted earnings exclude the gains and losses on contingent consideration in excess of the acquisition date fair value. While integration charges and direct transaction costs related to this acquisition were incurred for both Canada and the U.S., the majority of these charges relate to integration initiatives undertaken for U.S. Personal and Commercial Banking.
- ⁷ As a result of the acquisition of the MBNA Canada credit card portfolio, as well as certain other assets and liabilities, the Bank incurred integration charges and direct transaction costs. Integration charges consist of costs related to information technology, employee retention, external professional consulting charges, marketing (including customer communication, rebranding and certain charges against revenues related to promotional-rate card origination activities), integration-related travel costs, employee severance costs, the cost of amending certain executive employment and award agreements, contract termination fees, and the write-down of long-lived assets due to impairment. Direct transaction costs are expenses directly incurred in effecting the business combination and consist primarily of finders' fees, advisory fees and legal fees. Integration charges related to this acquisition were incurred by Canadian Personal and Commercial Banking.
- ⁸ As a result of certain adverse judgments in the U.S. during the first quarter of 2012, as well as a settlement reached following that quarter, the Bank took prudent steps to reassess its litigation reserve. Having considered these factors as well as other related or analogous litigation cases, the Bank determined in accordance with applicable accounting standards, this litigation provision of \$285 million (\$171 million after tax) was required.
- ⁹ Excluding the impact related to the MBNA credit card and other consumer loan portfolios (which is recorded to the Canadian Personal and Commercial Banking segment results), "Reduction of allowance for incurred but not identified credit losses", formerly known as "General allowance increase (release) in Canadian Personal and Commercial Banking and Wholesale Banking" included \$80 million (net of tax, \$59 million) in Q2 2012 and \$41 million (net of tax, \$31 million) in Q1 2012, all of which are attributable to the Wholesale Banking and non-MBNA related Canadian Personal and Commercial Banking loan portfolios.
- ¹⁰ The impact of the items of note on EPS is calculated by dividing net income available to common shareholders by the weighted average number of common shares outstanding for the period. As a result, the sum of the quarterly EPS impact may not equal the year-to-date EPS impact.

Risk-Weighted Assets

Risk-weighted assets (RWA)

Used in the calculation of risk-based capital ratios, total risk-weighted assets are calculated for credit, operational and market risks using the approaches described below.

Approaches used by the Bank to calculate RWA:

For Credit Risk

Standardized Approach

Under this approach, banks apply a standardized set of risk-weights to exposures, as prescribed by the regulator, to calculate credit risk capital requirements. Standardized risk-weights are based on external credit assessments, where available, and other risk-related factors, including exposure asset class, collateral, etc.

Advanced Internal Ratings Based (AIRB) Approach

Under this approach, banks use their own internal historical experience of PD, LGD, EAD and other key risk assumptions to calculate credit risk capital requirements. Use of the AIRB approach is subject to supervisory approval.

For Operational Risk

Standardized Approach

Under this approach, banks apply prescribed factors to a three-year average of annual gross income for each of eight different business lines, representing the different activities of the institution (e.g. Corporate Finance, Retail Banking, Asset Management, etc.).

For Market Risk

Standardized Approach

Under this approach, banks use standardized capital charges prescribed by the regulator to calculate general and specific risk components of market risk.

Internal Models Approach

Under this approach, banks use their own internal risk management models to calculate specific risk and general market risk charges

Credit Risk Terminology

Gross credit risk exposure

The total amount the bank is exposed to at the time of default measured before specific provisions or write-offs. Includes exposures under both the Standardized and AIRB approaches to credit risk.

Counterparty Type / Exposure Classes:

Retail

Residential secured

Includes residential mortgages and home equity lines of credit extended to individuals.

Qualifying revolving retail (QRR)

Includes credit cards, unsecured lines of credit and overdraft protection products extended to individuals (in the case of the Standardized Approach to credit risk, credit card exposures are included in the 'Other retail' category).

Other retail

Includes all other loans (e.g. personal loans, student lines of credit and small business loans) extended to individuals and small businesses.

Non-retail

Corporate

Includes exposures to corporations, partnerships or proprietorships.

Sovereign

Includes exposures to central governments, central banks, multilateral development banks and certain public sector entities.

Bank

Includes exposures to deposit-taking institutions, securities firms and certain public sector entities.

Exposure Types:

Drawn

The amount of funds advanced to a borrower.

Undrawn (commitment)

The difference between the authorized and drawn amounts (e.g. the unused portion of a line of credit / committed credit facility).

Repo-style transactions

Repurchase and reverse repurchase agreements, securities borrowing and lending.

OTC derivatives

Privately negotiated derivative contracts that are not exchange-traded.

Other off-balance sheet

All off-balance sheet arrangements other than derivatives and undrawn commitments (e.g. letters of credit, letters of guarantee).

AIRB Credit Risk Parameters:

Probability of Default (PD)

The likelihood that the borrower will not be able to meet its scheduled repayments within a one year time horizon.

Exposure at Default (EAD)

The total amount the bank is exposed to at the time of default.

Loss Given Default (LGD)

The amount of the loss when a borrower defaults on a loan, which is expressed as a percentage of EAD.

Acronyms

Acronym	Definition	Acronym	Definition
ABCP	Asset-Backed Commercial Paper	MBS	Mortgage-Backed Security
ACI	Acquired Credit-Impaired	NII	Net Interest Income
AFS	Available-For-Sale	NHA	National Housing Act
AIRB	Advanced Internal Ratings Based	OCC	Office of the Comptroller of the Currency
CAD P&C	Canadian Personal and Commercial Banking	OCI	Other Comprehensive Income
CDS	Credit Default Swap	OSFI	Office of the Superintendent of Financial Institutions Canada
CICA	Canadian Institute of Chartered Accountants	PCL	Provision for Credit Losses
EAD	Exposure at Default	PD	Probability of Default
FDIC	Federal Deposit Insurance Corporation	QRR	Qualifying Revolving Retail
GAAP	Generally Accepted Accounting Principles	RWA	Risk-Weighted Assets
HELOC	Home Equity Line of Credit	TEB	Taxable Equivalent Basis
IFRS	International Financial Reporting Standards	U.S. P&C	U.S. Personal and Commercial Banking
IRB	Internal Ratings Based	USD	U.S. Dollar
LGD	Loss Given Default		