

SUPPLEMENTARY FINANCIAL INFORMATION



April 30, 2008

INDEX

	<u>Page</u>		<u>Page</u>
Highlights	1	Balance Sheet	11
Common Share and Other Information	2	Average Balance Sheet	12
Consolidated Statement of Income	3	Consolidated Statement of Changes in Shareholders' Equity	13
Net Income available to Common Shareholders by Business Segment	3	Credit Quality	
		- Gross Impaired Loans	14
		- Change in Gross Impaired Loans	15
Business Segment Performance		- Net Impaired Loans	16
- Domestic Banking	4	- Allowance for Credit Losses	16
- International Banking	5		
- Scotia Capital	6	Cross-Border Exposures to Select Countries in Asia and Latin America	17
- Other	7		
		Asset Securitization	18
Net Interest Margin	8		
		Available-for-Sale Securities - Unrealized Gains (Losses)	18
Trading Revenue	8		
		Interest Rate Sensitivity	18
Assets under Administration and Management	8		
		Basel II Appendix	19 - 28
Other Income	9		
Non-interest Expenses	10		

For further information contact: Kevin Harraher - (416) 866-5982 or Mahendra Shah - (416) 866-7579

HIGHLIGHTS



	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2008		2007				2006			2008	2007	2007	2006
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Operating Performance:													
Net Income (\$MM)	980	835	954	1,032	1,039	1,020	897	936	894	1,815	2,059	4,045	3,579
Net Income available to Common Shareholders (\$MM)	958	814	938	1,016	1,028	1,012	890	928	887	1,772	2,040	3,994	3,549
EPS (\$) - basic	0.97	0.83	0.95	1.03	1.04	1.02	0.90	0.94	0.90	1.80	2.06	4.04	3.59
- diluted	0.97	0.82	0.95	1.02	1.03	1.01	0.89	0.93	0.89	1.79	2.04	4.01	3.55
ROE (%)	21.4	18.3	21.0	21.7	22.4	22.1	21.1	22.8	23.2	20.0	22.4	22.0	22.1
Net Interest Margin (%) (1)	1.76	1.79	1.87	1.86	1.93	1.91	1.89	1.98	1.97	1.78	1.92	1.89	1.95
Productivity Ratio (TEB) (%)	54.8	56.5	54.4	53.0	53.8	53.6	56.9	53.8	55.3	55.6	53.7	53.7	55.3
Effective Tax Rate (%)	17.0	18.2	17.1	21.8	21.1	21.0	18.0	20.2	17.9	17.6	21.0	20.3	19.2
Effective Tax Rate (TEB) (%)	23.3	26.4	29.9	27.2	27.0	26.8	26.5	26.3	25.5	24.8	26.9	27.7	26.3
Cash Net Income available to Common Shareholders (\$MM) (2)	966	821	946	1,023	1,035	1,020	898	934	893	1,787	2,055	4,024	3,574
Cash EPS (\$) - basic (2)	0.98	0.83	0.96	1.04	1.04	1.03	0.91	0.95	0.90	1.81	2.07	4.07	3.62
- diluted (2)	0.97	0.83	0.96	1.03	1.03	1.02	0.90	0.93	0.89	1.80	2.05	4.04	3.57
Cash ROE (%) (2)	21.6	18.5	21.1	21.9	22.6	22.2	21.3	23.0	23.3	20.1	22.6	22.2	22.3
Balance Sheet:													
Total Assets (\$B)	452.6	449.4	411.5	408.1	411.7	396.5	379.0	365.0	357.0				
Loans and Acceptances (\$B)	267.9	260.5	238.7	233.0	226.3	222.7	212.3	202.9	192.2				
Deposits (\$B)	322.4	316.8	288.5	287.0	291.6	277.0	263.9	255.2	247.6				
Common Shareholders' Equity (\$B)	18.2	18.1	17.2	18.4	18.7	18.9	16.9	16.5	15.8				
Credit Quality:													
Net Impaired Loans (\$MM) (3)	845	689	601	584	579	579	570	479	579				
General Allowance for Credit Losses (\$MM)	1,323	1,298	1,298	1,298	1,298	1,323	1,307	1,330	1,330				
Net Impaired Loans as % of Loans and Acceptances (3)	0.32	0.26	0.25	0.25	0.26	0.26	0.27	0.24	0.30				
Specific Provisions (\$MM)	153	111	95	92	45	63	92	74	35	264	108	295	276
- % of Average Loans and Acceptances	0.24	0.18	0.16	0.16	0.08	0.12	0.18	0.15	0.08	0.21	0.10	0.13	0.14
Capital Measures (4):													
Tier 1 Capital Ratio (%)	9.6	9.0	9.3	9.7	10.1	10.4	10.2	10.0	10.2				
Total Capital Ratio (%)	11.7	10.2	10.5	10.6	11.4	11.7	11.7	11.6	11.9				
Tangible Common Equity Ratio (%)	7.5	7.2	7.2	7.7	8.0	8.4	8.3	8.4	8.5				
Risk-Weighted Assets (\$B)	218.9	234.9	218.3	219.8	213.1	206.8	197.0	190.3	180.1				

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

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

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

(4) Effective Q1/08, regulatory capital ratios are determined in accordance with Basel II rules. Comparative amounts for prior periods were determined under Basel I rules.

COMMON SHARE AND OTHER INFORMATION



Valuation:

Book Value per Share (\$)

Share Price (\$) - High

- Low

- Close

Share Price (Closing) as % Book Value

Price (Closing)/Earnings Ratio (X) (1)

Market Capitalization (\$MM)

		QUARTERLY TREND							YEAR-TO-DATE		FULL YEAR	
2008		2007				2006						
Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2008	2007	2007	2006
18.45	18.40	17.45	18.71	18.90	18.99	17.13	16.66	15.98	18.45	18.90	17.45	17.13
50.00	54.00	53.49	54.67	54.73	53.39	49.50	47.24	48.67	54.00	54.73	54.73	49.80
42.00	43.10	46.70	48.91	49.34	48.80	45.36	41.55	45.03	42.00	48.80	46.70	41.55
47.82	48.19	53.48	49.45	53.39	50.76	49.30	45.55	46.52	47.82	53.39	53.48	49.30
259.2	261.9	306.5	264.3	282.5	267.3	287.8	273.4	291.1	259.2	282.5	306.5	287.8
12.7	12.5	13.2	12.4	13.7	13.5	13.7	13.0	13.9	12.7	13.7	13.2	13.7
47,194	47,487	52,612	48,578	52,840	50,397	48,783	45,022	45,950	47,194	52,840	52,612	48,783

Dividends:

Common Dividends Paid (\$MM)

Common Dividends/Share (\$)

Payout Ratio (%)

Dividend Yield (%)

463	463	442	445	417	416	386	385	356	926	833	1,720	1,483
0.47	0.47	0.45	0.45	0.42	0.42	0.39	0.39	0.36	0.94	0.84	1.74	1.50
48.4	56.9	47.1	43.7	40.6	41.2	43.3	41.5	40.1	52.3	40.9	43.1	41.8
4.1	3.9	3.6	3.5	3.2	3.3	3.3	3.5	3.1	3.9	3.2	3.4	3.3

Shares:

Number of Common Shares Outstanding
at Period End (MM)

Average Number of Common Shares

Outstanding (MM) -- Basic

-- Diluted

987	985	984	982	990	993	990	988	988				
986	985	983	988	992	991	989	988	988	985	992	989	988
992	992	991	996	1,001	1,001	1,000	999	1,001	992	1,001	997	1,001

Share Buybacks:

Number of Common Shares Purchased (M)

Average Purchase Price (\$)

-	-	-	7,680	4,357	-	777	1,300	1,900	-	4,357	12,037	7,648
-	-	-	51.47	53.52	-	46.53	44.84	45.66	-	53.52	52.21	45.71

Other Information:

Employees

Branches and Offices

ABMs

62,143	62,002	58,113	57,152	55,926	54,889	54,199	53,095	52,363
2,529	2,458	2,331	2,289	2,242	2,225	2,191	2,147	2,132
5,476	5,395	5,283	5,127	5,068	5,018	4,937	4,833	4,781

Senior Debt Credit Ratings:

Standard & Poor's

Moody's

AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-
Aa1	Aa1	Aa1	Aa1	Aa1	Aa3	Aa3	Aa3	Aa3

(1) based on trailing 4 quarters' EPS.

CONSOLIDATED STATEMENT OF INCOME AND NET INCOME AVAILABLE TO COMMON SHAREHOLDERS BY BUSINESS SEGMENT



(\$ MM)

CONSOLIDATED STATEMENT OF INCOME:

	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2008		2007				2006			2008	2007	2007	2006
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Interest Income (TEB)	5,562	5,659	5,578	5,446	5,348	5,194	5,084	4,825	4,223	11,221	10,542	21,566	18,122
Interest Expense	3,589	3,727	3,646	3,533	3,445	3,313	3,301	3,009	2,579	7,316	6,758	13,937	11,274
Net Interest Income (TEB)	1,973	1,932	1,932	1,913	1,903	1,881	1,783	1,816	1,644	3,905	3,784	7,629	6,848
Other Income (see Page 9)	1,299	1,025	1,362	1,389	1,308	1,333	1,216	1,173	1,186	2,324	2,641	5,392	4,800
Total Revenue (TEB)	3,272	2,957	3,294	3,302	3,211	3,214	2,999	2,989	2,830	6,229	6,425	13,021	11,648
Taxable Equivalent Adjustment (TEB)	100	118	216	101	109	105	131	100	113	218	214	531	440
Total Revenue	3,172	2,839	3,078	3,201	3,102	3,109	2,868	2,889	2,717	6,011	6,211	12,490	11,208
Provision for Credit Losses	153	111	95	92	20	63	32	74	35	264	83	270	216
Total Non-interest Expenses (see Page 10)	1,794	1,669	1,792	1,752	1,726	1,724	1,708	1,608	1,565	3,463	3,450	6,994	6,443
Net Income before the undernoted:	1,225	1,059	1,191	1,357	1,356	1,322	1,128	1,207	1,117	2,284	2,678	5,226	4,549
Provision for Income Taxes	209	193	204	296	286	277	203	244	200	402	563	1,063	872
Non-controlling Interest in Net Income of Subsidiaries	36	31	33	29	31	25	28	27	23	67	56	118	98
Net Income	980	835	954	1,032	1,039	1,020	897	936	894	1,815	2,059	4,045	3,579
Preferred Dividends Paid	22	21	16	16	11	8	7	8	7	43	19	51	30
Net Income available to Common Shareholders	958	814	938	1,016	1,028	1,012	890	928	887	1,772	2,040	3,994	3,549
Amortization of Intangibles (net of taxes)	8	7	8	7	7	8	8	6	6	15	15	30	25
Cash Net Income available to Common Shareholders	966	821	946	1,023	1,035	1,020	898	934	893	1,787	2,055	4,024	3,574

NET INCOME AVAILABLE TO COMMON SHAREHOLDERS BY BUSINESS SEGMENT:

Domestic Banking (1)	416	367	434	391	364	361	335	319	296	783	725	1,550	1,279
International Banking	326	282	353	270	293	316	268	285	268	608	609	1,232	1,054
Scotia Capital	251	187	226	276	318	294	235	278	276	438	612	1,114	1,047
Other (2)	(35)	(22)	(75)	79	53	41	52	46	47	(57)	94	98	169
Total Bank	958	814	938	1,016	1,028	1,012	890	928	887	1,772	2,040	3,994	3,549

(1) includes Wealth Management.

(2) represents smaller operating segments including Group Treasury and corporate adjustments.

BUSINESS SEGMENT PERFORMANCE -- DOMESTIC BANKING



	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2008		2007				2006			2008	2007	2007	2006
(\$MM)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Net Interest Income (TEB)	1,051	991	954	1,006	942	953	957	932	884	2,042	1,895	3,855	3,682
Other Income	537	519	663	537	530	518	498	480	485	1,056	1,048	2,248	1,935
Total Revenue (TEB)	1,588	1,510	1,617	1,543	1,472	1,471	1,455	1,412	1,369	3,098	2,943	6,103	5,617
Provision for Credit Losses	(102)	(91)	(78)	(77)	(66)	(74)	(58)	(69)	(88)	(193)	(140)	(295)	(279)
Non-interest Expenses	(890)	(889)	(927)	(892)	(870)	(870)	(912)	(879)	(845)	(1,779)	(1,740)	(3,559)	(3,469)
Provision for Income Taxes (TEB)	(174)	(157)	(173)	(179)	(169)	(164)	(147)	(143)	(138)	(331)	(333)	(685)	(581)
Net Income	422	373	439	395	367	363	338	321	298	795	730	1,564	1,288
Preferred Dividends Paid	(6)	(6)	(5)	(4)	(3)	(2)	(3)	(2)	(2)	(12)	(5)	(14)	(9)
Net Income available to Common Shareholders	416	367	434	391	364	361	335	319	296	783	725	1,550	1,279
Amortization of Intangibles (net of taxes)	6	6	6	6	5	6	7	4	5	12	11	23	21
Cash Net Income available to Common Shareholders	422	373	440	397	369	367	342	323	301	795	736	1,573	1,300
ROE (%)	35.3	30.6	37.0	31.8	32.0	31.1	27.3	26.3	27.3	32.9	31.6	33.0	27.8
Net Interest Margin													
- as % of Average Total Assets	2.49	2.35	2.33	2.56	2.58	2.58	2.62	2.67	2.74	2.42	2.58	2.51	2.70
- as % of Average Earning Assets	2.54	2.40	2.37	2.62	2.63	2.63	2.67	2.72	2.79	2.47	2.63	2.56	2.75
Specific Provisions as % of Average Loans & Acceptances	0.24	0.22	0.19	0.20	0.18	0.20	0.16	0.20	0.27	0.23	0.19	0.19	0.20
Productivity Ratio (%)	56.0	58.9	57.3	57.8	59.1	59.1	62.7	62.3	61.7	57.4	59.1	58.3	61.8
Average Balances (\$B):													
Total Assets	172	168	163	156	149	146	145	139	132	170	148	154	136
Residential Mortgages	109	106	104	98	94	91	90	85	80	108	93	97	83
Personal Loans	37	36	35	34	33	33	33	32	31	36	33	34	32
Business Loans & Acceptances	25	25	24	24	22	22	22	22	21	25	22	23	21
Personal Deposits	83	82	77	76	75	74	73	72	71	83	75	76	71
Non-personal Deposits	43	42	41	41	39	40	39	36	34	42	39	40	36
Other:													
Branches	1,010	1,006	1,005	988	981	977	972	967	964				
Wealth Management Offices	98	98	99	98	98	99	100	99	99				
Employees	21,401	21,505	21,827	21,637	21,253	20,865	20,810	20,728	20,498				
ABMs	2,896	2,869	2,852	2,808	2,781	2,761	2,742	2,703	2,680				

BUSINESS SEGMENT PERFORMANCE -- INTERNATIONAL BANKING



	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2008		2007				2006			2008	2007	2007	2006
(\$MM)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Net Interest Income (TEB)	797	731	710	703	679	670	628	607	542	1,528	1,349	2,762	2,306
Other Income	356	309	380	250	300	297	267	237	220	665	597	1,227	939
Total Revenue (TEB)	1,153	1,040	1,090	953	979	967	895	844	762	2,193	1,946	3,989	3,245
Provision for Credit Losses	(60)	(30)	(27)	(25)	(30)	(19)	(8)	(24)	(1)	(90)	(49)	(101)	(60)
Non-interest Expenses	(615)	(568)	(582)	(558)	(577)	(562)	(555)	(477)	(443)	(1,183)	(1,139)	(2,279)	(1,927)
Provision for Income Taxes (TEB)	(107)	(122)	(89)	(65)	(44)	(43)	(34)	(29)	(25)	(229)	(87)	(241)	(98)
Non-controlling Interest in Net Income of Subsidiaries	(36)	(31)	(33)	(29)	(31)	(25)	(28)	(27)	(23)	(67)	(56)	(118)	(98)
Net Income	335	289	359	276	297	318	270	287	270	624	615	1,250	1,062
Preferred Dividends Paid	(9)	(7)	(6)	(6)	(4)	(2)	(2)	(2)	(2)	(16)	(6)	(18)	(8)
Net Income available to Common Shareholders	326	282	353	270	293	316	268	285	268	608	609	1,232	1,054
Amortization of Intangibles (net of taxes)	1	1	1	1	2	1	1	1	-	2	3	5	2
Cash Net Income available to Common Shareholders	327	283	354	271	295	317	269	286	268	610	612	1,237	1,056
ROE (%)	17.6	19.6	21.3	16.1	18.7	22.2	21.1	23.9	26.2	18.5	20.4	19.5	23.4
Net Interest Margin													
- as % of Average Total Assets	4.10	4.18	4.32	4.27	4.03	4.09	4.20	4.19	4.15	4.14	4.06	4.18	4.15
- as % of Average Earning Assets	4.11	4.19	4.33	4.28	4.03	4.10	4.21	4.20	4.17	4.15	4.06	4.19	4.17
Specific Provisions as % of Average Loans & Acceptances	0.47	0.27	0.26	0.25	0.29	0.19	0.09	0.28	0.01	0.37	0.24	0.25	0.18
Productivity Ratio (%)	53.3	54.6	53.4	58.6	58.9	58.1	62.0	56.5	58.1	53.9	58.5	57.1	59.4
Average Balances (\$B):													
Total Assets	79	70	65	65	69	65	59	57	54	74	67	66	56
Residential Mortgages	9	9	8	8	8	8	7	7	7	9	8	8	7
Personal Loans	8	7	7	7	7	6	6	5	5	7	7	7	5
Business Loans & Acceptances	35	29	26	25	28	26	23	22	19	32	27	26	21
Securities	16	15	15	15	16	14	13	13	13	16	15	15	13
Total Deposits (1)	48	40	48	49	50	48	44	43	40	44	49	49	41
Other:													
Branches and Offices	1,372	1,305	1,178	1,154	1,114	1,100	1,070	1,030	1,019				
Employees	30,599	30,324	26,829	26,087	25,545	24,919	24,447	23,311	23,063				
ABMs	2,580	2,526	2,431	2,319	2,287	2,257	2,195	2,130	2,101				

(1) Effective Q1/08, certain deposits, which were previously reported in the International segment, are now reported in the Other segment (Q1/08 impact: \$12 billion).

BUSINESS SEGMENT PERFORMANCE -- SCOTIA CAPITAL



	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2008		2007				2006			2008	2007	2007	2006
(\$MM)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Net Interest Income (TEB)	246	274	364	231	296	269	251	262	229	520	565	1,160	951
Other Income	292	131	156	413	360	361	324	351	351	423	721	1,290	1,437
Total Revenue (TEB)	538	405	520	644	656	630	575	613	580	943	1,286	2,450	2,388
Provision for Credit Losses	9	10	10	10	51	30	(26)	19	54	19	81	101	63
Non-interest Expenses	(243)	(191)	(225)	(267)	(262)	(259)	(216)	(232)	(253)	(434)	(521)	(1,013)	(955)
Provision for Income Taxes (TEB)	(49)	(33)	(76)	(107)	(125)	(105)	(97)	(120)	(104)	(82)	(230)	(413)	(443)
Net Income	255	191	229	280	320	296	236	280	277	446	616	1,125	1,053
Preferred Dividends Paid	(4)	(4)	(3)	(4)	(2)	(2)	(1)	(2)	(1)	(8)	(4)	(11)	(6)
Net Income available to Common Shareholders	251	187	226	276	318	294	235	278	276	438	612	1,114	1,047
Amortization of Intangibles (net of taxes)	1	-	1	-	-	1	-	1	1	1	1	2	2
Cash Net Income available to Common Shareholders	252	187	227	276	318	295	235	279	277	439	613	1,116	1,049
ROE (%)	29.6	22.6	24.2	27.7	33.4	30.7	26.2	31.9	35.4	26.2	32.0	29.0	31.3
Net Interest Margin													
- as % of Average Total Assets	0.60	0.69	0.96	0.59	0.79	0.71	0.71	0.76	0.73	0.65	0.75	0.76	0.73
- as % of Average Earning Assets	0.76	0.86	1.16	0.69	0.92	0.82	0.82	0.92	0.88	0.81	0.87	0.89	0.87
Specific Provisions as a % of Average Loans & Acceptances (1)	(0.10)	(0.12)	(0.13)	(0.13)	(0.70)	(0.39)	0.36	(0.29)	(0.93)	(0.11)	(0.54)	(0.33)	(0.25)
Productivity Ratio (%)	45.2	47.2	43.3	41.5	39.9	41.1	37.6	37.8	43.6	46.0	40.5	41.3	40.0
Average Balances (\$B):													
Total Assets	167	157	150	156	153	150	140	136	128	162	152	152	130
Business Loans & Acceptances	54	48	41	43	41	41	36	32	30	51	41	42	32
Securities Purchased Under Resale Agreements	18	16	23	23	20	22	22	19	19	17	21	22	20
Securities -- Trading	58	58	57	63	61	58	53	52	51	58	59	60	50
-- Other	7	7	6	6	14	14	14	14	11	7	14	10	11
Deposits with Banks	6	8	7	6	5	4	3	3	4	7	5	6	3
Total Deposits	29	33	29	24	28	25	26	22	21	31	26	26	22
Employees	1,473	1,479	1,468	1,471	1,395	1,418	1,382	1,410	1,354				

(1) Corporate Banking only

BUSINESS SEGMENT PERFORMANCE -- OTHER (1)



	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2008		2007				2006			2008	2007	2007	2006
(\$MM)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Net Interest Income (2)	(221)	(182)	(312)	(128)	(123)	(116)	(184)	(85)	(124)	(403)	(239)	(679)	(531)
Other Income	114	66	163	189	118	157	127	105	130	180	275	627	489
Total Revenue	(107)	(116)	(149)	61	(5)	41	(57)	20	6	(223)	36	(52)	(42)
Provision for Credit Losses	-	-	-	-	25	-	60	-	-	-	25	25	60
Non-interest Expenses	(46)	(21)	(58)	(35)	(17)	(33)	(25)	(20)	(24)	(67)	(50)	(143)	(92)
Provision for Income Taxes (2)	121	119	134	55	52	35	75	48	67	240	87	276	250
Net Income	(32)	(18)	(73)	81	55	43	53	48	49	(50)	98	106	176
Preferred Dividends Paid	(3)	(4)	(2)	(2)	(2)	(2)	(1)	(2)	(2)	(7)	(4)	(8)	(7)
Net Income available to Common Shareholders	(35)	(22)	(75)	79	53	41	52	46	47	(57)	94	98	169
Amortization of Intangibles (net of taxes)	-	-	-	-	-	-	-	-	-	-	-	-	-
Cash Net Income available to Common Shareholders	(35)	(22)	(75)	79	53	41	52	46	47	(57)	94	98	169
Average Balances (\$B):													
Total Assets	37	34	31	32	33	30	30	32	29	36	31	31	29
Deposits with Banks	15	14	14	14	13	11	13	12	12	15	12	13	12
Securities	16	16	13	13	13	13	12	13	12	16	13	13	12
Total Deposits (3)	116	107	95	97	89	85	80	77	71	112	87	91	73

(1) represents smaller operating segments including Group Treasury and corporate adjustments.

(2) includes elimination of the tax-exempt income gross-up reported in net interest income and provision for income taxes in the three business segments reported on pages 4 to 6.

(3) Effective Q1/08, certain deposits, which were previously reported in the International segment, are now reported in the Other segment (Q1/08 impact: \$12 billion).

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



	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2008		2007				2006			2008		2007	
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
NET INTEREST MARGIN:													
Net Interest Income (TEB) (\$MM)	1,973	1,932	1,932	1,913	1,903	1,881	1,783	1,816	1,644	3,905	3,784	7,629	6,848
Net Interest Income (TEB) as % of Average Total Assets	1.76	1.79	1.87	1.86	1.93	1.91	1.89	1.98	1.97	1.78	1.92	1.89	1.95
Net Interest Income (TEB) as % of Average Earning Assets	2.03	2.04	2.11	2.07	2.14	2.11	2.10	2.23	2.21	2.03	2.13	2.11	2.18
TRADING REVENUE (TEB) (\$MM):													
Securities Trading	41	(11)	(1)	(2)	24	44	25	6	34	30	68	65	145
Foreign Exchange and Precious Metals Trading	92	91	91	85	81	66	70	67	78	183	147	323	301
Derivative and Other Trading	85	(1)	64	229	151	137	159	114	147	84	288	581	585
Total	218	79	154	312	256	247	254	187	259	297	503	969	1,031
Reported in Other Income	123	(44)	(67)	217	151	149	138	99	157	79	300	450	637
Reported in Net Interest Income	95	123	221	95	105	98	116	88	102	218	203	519	394
Total	218	79	154	312	256	247	254	187	259	297	503	969	1,031
DEFERRED REVENUES (\$MM):													
	339	403	333	290	286	259	243	243	253				
ASSETS UNDER ADMINISTRATION (\$B):													
Personal													
Retail Brokerage	75.2	76.8	77.4	77.9	76.3	74.0	69.7	67.5	70.1				
Investment Management and Trust	56.8	53.5	53.1	56.5	62.8	62.7	59.5	56.0	57.4				
	132.0	130.3	130.5	134.4	139.1	136.7	129.2	123.5	127.5				
Mutual Funds	26.0	25.1	24.8	24.5	23.6	21.4	19.8	18.6	19.5				
Institutional	44.3	39.8	39.8	39.9	45.7	45.0	42.9	38.8	41.5				
Total	202.3	195.2	195.1	198.8	208.4	203.1	191.9	180.9	188.5				
ASSETS UNDER MANAGEMENT (\$B):													
Personal	11.3	11.2	11.2	11.1	10.9	11.1	10.0	9.8	9.9				
Mutual Funds	17.1	16.0	15.9	15.9	15.4	13.5	13.2	12.6	13.3				
Institutional	4.5	4.5	4.3	4.0	4.1	4.6	4.6	4.2	3.7				
Total	32.9	31.7	31.4	31.0	30.4	29.2	27.8	26.6	26.9				

OTHER INCOME



(\$MM)	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2008		2007				2006			2008	2007	2007	2006
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Card Revenues	93	95	92	92	89	93	83	78	71	188	182	366	307
Deposit and Payment Services													
Deposit Services	165	162	161	167	159	165	160	159	150	327	324	652	622
Other Payment Services	43	45	43	41	40	41	36	39	33	88	81	165	144
	208	207	204	208	199	206	196	198	183	415	405	817	766
Mutual Funds	78	78	78	77	73	68	63	60	60	156	141	296	241
Investment Management, Brokerage and Trust Services													
Retail Brokerage	131	134	135	139	141	138	121	115	126	265	279	553	481
Personal and Corporate Trust	33	29	28	31	31	30	31	27	31	62	61	120	115
Investment Management and Custody	25	23	22	22	23	20	19	17	18	48	43	87	70
	189	186	185	192	195	188	171	159	175	375	383	760	666
Credit Fees													
Commitment and Other Credit Fees	106	99	93	111	98	101	97	110	104	205	199	403	414
Acceptance Fees	34	34	33	32	31	31	30	30	28	68	62	127	116
	140	133	126	143	129	132	127	140	132	273	261	530	530
Trading Revenues	123	(44)	(67)	217	151	149	138	99	157	79	300	450	637
Investment Banking													
Underwriting Fees and Other Commissions	90	95	100	126	137	135	122	113	114	185	272	498	453
Foreign Exchange and Other	80	69	64	58	58	59	53	54	48	149	117	239	206
	170	164	164	184	195	194	175	167	162	334	389	737	659
Net Gain on Securities, other than Trading	59	20	148	134	79	127	64	105	108	79	206	488	371
Other	239	186	432	142	198	176	199	167	138	425	374	948	623
Total Other Income	1,299	1,025	1,362	1,389	1,308	1,333	1,216	1,173	1,186	2,324	2,641	5,392	4,800
% of Total Revenue (TEB)	39.7	34.7	41.3	42.1	40.7	41.5	40.5	39.2	41.9	37.3	41.1	41.4	41.2

NON-INTEREST EXPENSES



	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2008		2007				2006			2008	2007	2007	2006
(\$MM)	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Salaries and Employee Benefits													
Salaries	610	608	595	584	571	565	558	539	505	1,218	1,136	2,315	2,100
Stock-based Compensation	16	36	27	20	29	57	50	23	27	52	86	133	164
Other Performance-based Compensation	237	202	236	278	259	244	217	241	249	439	503	1,017	936
Pension and Other Employee Benefits	142	132	105	131	145	137	141	137	147	274	282	518	568
	1,005	978	963	1,013	1,004	1,003	966	940	928	1,983	2,007	3,983	3,768
Premises and Technology													
Net Premises Rent	55	50	50	50	49	48	46	46	44	105	97	197	181
Premises Repairs and Maintenance	20	17	22	17	17	19	17	16	13	37	36	75	60
Property Taxes	18	13	16	18	16	15	17	17	16	31	31	65	61
Computer Equipment, Software and Data Processing	158	149	170	148	144	141	152	139	135	307	285	603	549
Depreciation	58	56	56	56	53	56	50	49	48	114	109	221	192
Other Premises Costs	50	42	48	46	50	48	40	46	42	92	98	192	171
	359	327	362	335	329	327	322	313	298	686	656	1,353	1,214
Communications													
Telecommunications	19	18	19	19	17	18	19	17	16	37	35	73	68
Stationery, Postage and Courier	61	57	57	57	58	55	56	53	51	118	113	227	208
	80	75	76	76	75	73	75	70	67	155	148	300	276
Advertising and Business Development													
Advertising and Promotion	51	41	60	42	42	49	41	33	27	92	91	193	126
Travel and Business Development	27	28	34	29	28	27	32	26	26	55	55	118	106
	78	69	94	71	70	76	73	59	53	147	146	311	232
Professional	68	45	81	53	48	45	58	46	38	113	93	227	174
Business and Capital Taxes	38	14	33	37	34	39	36	37	23	52	73	143	133
Other													
Employee Training	10	11	18	13	10	12	16	13	10	21	22	53	47
Amortization of Intangibles	12	11	12	11	11	12	12	10	8	23	23	46	38
Other	144	139	153	143	145	137	150	120	140	283	282	578	561
	166	161	183	167	166	161	178	143	158	327	327	677	646
Total Non-Interest Expenses	1,794	1,669	1,792	1,752	1,726	1,724	1,708	1,608	1,565	3,463	3,450	6,994	6,443
Productivity Ratio (TEB) (%)	54.8	56.5	54.4	53.0	53.8	53.6	56.9	53.8	55.3	55.6	53.7	53.7	55.3

BALANCE SHEET



(\$MM)	QUARTERLY TREND								
	2008		2007				2006		
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
Cash Resources	32,487	36,411	29,195	28,776	31,122	26,384	23,376	24,181	25,667
Securities - Trading	62,138	60,702	59,685	63,797	71,547	64,307	62,490	57,600	58,417
- Available for Sale	34,322	32,992	28,426	28,636	28,474	36,037	-	-	-
- Investment	-	-	-	-	-	-	32,870	33,593	29,634
- Equity Accounted Investments	802	788	724	424	153	171	142	132	124
	97,262	94,482	88,835	92,857	100,174	100,515	95,502	91,325	88,175
Securities Purchased under Resale Agreements	15,323	20,362	22,542	26,834	25,867	24,129	25,705	22,535	22,208
Loans - Residential Mortgages	108,382	105,532	102,154	99,000	94,706	92,055	89,590	85,541	81,575
- Personal and Credit Cards	45,273	43,513	41,734	41,360	40,408	39,757	39,058	38,245	36,857
- Business and Government	104,928	101,389	85,500	84,778	83,424	83,067	76,733	72,568	67,407
- Sub-total	258,583	250,434	229,388	225,138	218,538	214,879	205,381	196,354	185,839
Allowance for Credit Losses	(2,490)	(2,451)	(2,241)	(2,423)	(2,505)	(2,620)	(2,607)	(2,695)	(2,706)
- Total Net Loans	256,093	247,983	227,147	222,715	216,033	212,259	202,774	193,659	183,133
Customers' Liability under Acceptances	11,782	12,518	11,538	10,289	10,277	10,431	9,555	9,200	9,104
Derivative Instruments	25,638	25,217	21,960	16,635	16,186	12,529	12,098	13,771	18,240
Land, Buildings and Equipment	2,506	2,460	2,271	2,296	2,308	2,344	2,256	2,209	2,178
Goodwill	2,162	1,266	1,134	1,140	1,176	1,121	873	688	639
Other Intangible Assets	263	273	273	287	301	317	294	267	269
Other Assets	9,057	8,450	6,615	6,286	8,266	6,441	6,573	7,146	7,366
Total Assets	452,573	449,422	411,510	408,115	411,710	396,470	379,006	364,981	356,979
Deposits - Personal	109,994	108,219	100,823	98,171	97,218	96,823	93,450	91,904	90,718
- Banks	35,566	32,806	26,406	32,146	36,466	31,201	29,392	28,072	32,567
- Business and Government	176,878	175,772	161,229	156,668	157,919	148,995	141,072	135,249	124,363
- Total	322,438	316,797	288,458	286,985	291,603	277,019	263,914	255,225	247,648
Other Liabilities									
- Securities Sold Under Repurchase Agreements	27,446	32,967	28,137	31,223	29,577	29,612	33,470	29,117	29,960
- Securities Sold Short	15,028	13,570	16,039	21,322	21,521	18,201	13,396	14,663	10,961
- Derivative Instruments	24,010	25,046	24,689	15,352	14,167	12,106	12,869	13,715	18,087
- Other	38,782	38,399	33,173	31,042	31,796	36,647	34,789	32,168	30,916
- Total	105,266	109,982	102,038	98,939	97,061	96,566	94,524	89,663	89,924
Subordinated Debentures	3,946	2,150	1,710	1,774	2,301	2,340	2,271	2,275	2,268
Capital Instrument Liabilities	500	500	500	750	750	750	750	750	750
Equity - Preferred Shares	2,210	1,865	1,635	1,290	1,290	945	600	600	600
- Common Shares and Contributed Surplus	3,643	3,614	3,566	3,521	3,539	3,520	3,425	3,393	3,363
- Retained Earnings	18,300	17,809	17,460	16,967	16,763	16,376	15,843	15,372	14,884
- Accumulated Other Comprehensive Income (Loss)	(3,730)	(3,295)	(3,857)	(2,111)	(1,597)	(1,046)	(2,321)	(2,297)	(2,458)
- Common Equity	18,213	18,128	17,169	18,377	18,705	18,850	16,947	16,468	15,789
- Total Equity	20,423	19,993	18,804	19,667	19,995	19,795	17,547	17,068	16,389
Total Liabilities and Shareholders' Equity	452,573	449,422	411,510	408,115	411,710	396,470	379,006	364,981	356,979

AVERAGE BALANCE SHEET



(\$MM)	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2008		2007				2006			2008	2007	2007	2006
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Deposits with Other Banks	28,165	28,815	26,944	26,785	25,461	22,407	23,163	21,339	21,000	28,494	23,909	25,399	20,989
Securities - Trading	63,352	63,644	62,854	69,775	67,227	64,059	58,489	59,433	57,151	63,499	65,616	65,968	57,022
- Other	34,402	32,969	28,741	27,595	36,650	35,153	33,649	33,368	29,980	33,678	35,889	31,997	30,643
	97,754	96,613	91,595	97,370	103,877	99,212	92,138	92,801	87,131	97,177	101,505	97,965	87,665
Securities Purchased under Resale Agreements	21,730	19,471	26,461	26,877	23,426	26,461	25,820	23,070	23,366	20,588	24,969	25,826	23,614
Loans - Residential Mortgages	105,874	103,599	100,777	96,477	93,163	90,982	89,091	83,437	78,225	104,724	92,054	95,367	81,845
- Personal and Credit Cards	43,960	42,159	41,051	40,255	39,564	38,680	38,205	37,324	36,083	43,050	39,114	39,890	36,599
- Business and Government	98,701	86,995	76,838	78,765	78,413	75,298	69,052	64,664	59,643	92,783	76,832	77,320	62,823
- Total	248,535	232,753	218,666	215,497	211,140	204,960	196,348	185,425	173,951	240,557	208,000	212,577	181,267
Total Earning Assets	396,184	377,652	363,666	366,529	363,904	353,040	337,469	322,635	305,448	386,816	358,383	361,767	313,535
Customers' Liability under Acceptances	12,715	11,884	11,316	10,881	10,653	10,419	9,574	9,339	8,992	12,295	10,534	10,819	9,011
Other Assets	46,511	39,001	33,819	31,736	29,787	28,080	27,551	31,804	28,429	42,701	29,154	30,889	28,163
Total Assets	455,410	428,537	408,801	409,146	404,344	391,539	374,594	363,778	342,869	441,812	398,071	403,475	350,709
Deposits - Personal	108,072	102,729	97,544	96,542	96,246	94,233	92,184	89,825	87,183	105,371	95,223	96,140	88,445
- Banks	33,200	29,970	28,450	35,480	32,306	30,817	29,377	29,868	29,120	31,568	31,549	31,759	28,481
- Business and Government	177,637	170,561	164,171	155,615	152,475	146,891	141,347	130,553	121,289	174,060	149,637	154,808	126,818
- Total	318,909	303,260	290,165	287,637	281,027	271,941	262,908	250,246	237,592	310,999	276,409	282,707	243,744
Other Liabilities	112,919	103,753	96,999	98,737	100,423	97,722	91,358	93,786	85,940	108,341	99,401	98,665	87,210
Subordinated Debentures	2,906	1,738	1,749	2,191	2,326	2,286	2,270	2,268	2,307	2,316	2,306	2,137	2,359
Capital Instrument Liabilities	500	500	750	750	750	750	750	750	750	500	750	750	750
Shareholders' Equity													
- Preferred Shares	2,006	1,638	1,365	1,290	1,040	630	600	600	600	1,820	831	1,082	600
- Common Shares, Contributed Surplus, Retained Earnings and Accumulated Other Comprehensive Income (Loss)	18,170	17,648	17,773	18,541	18,778	18,210	16,708	16,128	15,680	17,836	18,374	18,134	16,046
- Total	20,176	19,286	19,138	19,831	19,818	18,840	17,308	16,728	16,280	19,656	19,205	19,216	16,646
Total Liabilities and Shareholders' Equity	455,410	428,537	408,801	409,146	404,344	391,539	374,594	363,778	342,869	441,812	398,071	403,475	350,709

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY



(\$MM)	QUARTERLY TREND									YEAR-TO-DATE		FULL YEAR	
	2008		2007				2006			2008	2007	2007	2006
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2				
Preferred Shares:													
Balance at Beginning of Period	1,865	1,635	1,290	1,290	945	600	600	600	600	1,635	600	600	600
Preferred Shares Issued	345	230	345	-	345	345	-	-	-	575	690	1,035	-
Balance at End of Period	2,210	1,865	1,635	1,290	1,290	945	600	600	600	2,210	1,290	1,635	600
Common Shares and Contributed Surplus:													
Balance at Beginning of Period	3,614	3,566	3,521	3,539	3,520	3,425	3,393	3,363	3,339	3,566	3,425	3,425	3,317
Common Shares Issued less Purchased for Cancellation	29	48	45	(18)	19	95	32	30	24	77	114	141	108
Balance at End of Period	3,643	3,614	3,566	3,521	3,539	3,520	3,425	3,393	3,363	3,643	3,539	3,566	3,425
Retained Earnings:													
Balance at Beginning of Period	17,809	17,460	16,967	16,763	16,376	15,843	15,372	14,884	14,433	17,460	15,843	15,843	14,126
Cumulative Effect of Adopting New Accounting Policies	-	-	-	-	-	(61)	-	-	-	-	(61)	(61)	(25)
Adjusted Balance at Beginning of Period	17,809	17,460	16,967	16,763	16,376	15,782	15,372	14,884	14,433	17,460	15,782	15,782	14,101
Net Income	980	835	954	1,032	1,039	1,020	897	936	894	1,815	2,059	4,045	3,579
Dividends - Preferred	(22)	(21)	(16)	(16)	(11)	(8)	(7)	(8)	(7)	(43)	(19)	(51)	(30)
- Common	(463)	(463)	(442)	(445)	(417)	(416)	(386)	(385)	(356)	(926)	(833)	(1,720)	(1,483)
Premium on Purchase of Shares for Cancellation	-	-	-	(368)	(218)	-	(33)	(55)	(80)	-	(218)	(586)	(324)
Other	(4)	(2)	(3)	1	(6)	(2)	-	-	-	(6)	(8)	(10)	-
Balance at End of Period	18,300	17,809	17,460	16,967	16,763	16,376	15,843	15,372	14,884	18,300	16,763	17,460	15,843
Accumulated Other Comprehensive Income (Loss) (1):													
Balance at Beginning of Period	(3,295)	(3,857)	(2,111)	(1,597)	(1,046)	(2,321)	(2,297)	(2,458)	(2,201)	(3,857)	(2,321)	(2,321)	(1,961)
Cumulative Effect of Adopting New Accounting Policies	-	-	-	-	-	683	-	-	-	-	683	683	-
Other Comprehensive Income-													
Net Change in Unrealized Foreign Currency Translation Losses	(85)	885	(1,697)	(465)	(588)	522	(24)	161	(257)	800	(66)	(2,228)	(360)
Net Change in Unrealized Gains on available-for-sale Securities	(210)	(60)	14	(146)	17	48	-	-	-	(270)	65	(67)	-
Net Change in Gains on Derivative Instruments, designated as cash flow hedges	(140)	(263)	(63)	97	20	22	-	-	-	(403)	42	76	-
Total	(435)	562	(1,746)	(514)	(551)	592	(24)	161	(257)	127	41	(2,219)	(360)
Balance at End of Period	(3,730)	(3,295)	(3,857)	(2,111)	(1,597)	(1,046)	(2,321)	(2,297)	(2,458)	(3,730)	(1,597)	(3,857)	(2,321)
Total Shareholders' Equity at End of Period	20,423	19,993	18,804	19,667	19,995	19,795	17,547	17,068	16,389	20,423	19,995	18,804	17,547
Composition of Accumulated Other Comprehensive Income (Loss):													
Unrealized Foreign Currency Translation Losses	(3,749)	(3,664)	(4,549)	(2,852)	(2,387)	(1,799)	(2,321)	(2,297)	(2,458)				
Unrealized Gains on available-for-sale Securities	369	579	639	625	771	754	-	-	-				
Gains on Derivative Instruments, designated as cash flow hedges	(350)	(210)	53	116	19	(1)	-	-	-				
Total	(3,730)	(3,295)	(3,857)	(2,111)	(1,597)	(1,046)	(2,321)	(2,297)	(2,458)				

(1) Accumulated Other Comprehensive Income balances prior to Q1/07 were previously reported as Cumulative Foreign Currency Translation Losses.

GROSS IMPAIRED LOANS



(\$MM)

GROSS IMPAIRED LOANS:

Domestic

Retail
Commercial

QUARTERLY TREND								
2008		2007				2006		
Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
444	422	391	362	366	362	374	346	339
244	207	197	207	228	264	263	254	238
688	629	588	569	594	626	637	600	577

International

Retail
Commercial

664	559	426	488	486	460	411	390	384
604	566	471	576	602	592	569	604	645
1,268	1,125	897	1,064	1,088	1,052	980	994	1,029

Scotia Capital

Canada
U.S.A.
Europe

24	48	18	18	18	18	18	18	19
8	16	11	18	20	107	119	138	224
24	24	30	40	66	73	116	94	106
56	88	59	76	104	198	253	250	349

Total Gross Impaired Loans

Specific Allowance for Credit Losses

Total Net Impaired Loans after Specific Allowance

General Allowance for Credit Losses

Total Net Impaired Loans after General Allowance

2,012	1,842	1,544	1,709	1,786	1,876	1,870	1,844	1,955
(1,167)	(1,153)	(943)	(1,125)	(1,207)	(1,297)	(1,300)	(1,365)	(1,376)
845	689	601	584	579	579	570	479	579
(1,323)	(1,298)	(1,298)	(1,298)	(1,298)	(1,323)	(1,307)	(1,330)	(1,330)
(478)	(609)	(697)	(714)	(719)	(744)	(737)	(851)	(751)

CHANGES IN GROSS IMPAIRED LOANS



(\$MM)	QUARTERLY TREND								
	2008		2007				2006		
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
Balance at Beginning of Period	1,842	1,544	1,709	1,786	1,876	1,870	1,844	1,955	1,763
Acquisition of Subsidiaries									
Domestic Retail	-	-	-	-	1	-	-	-	3
Domestic Commercial	-	-	-	-	-	-	-	-	2
International	75	228	-	-	6	26	16	-	319
Scotia Capital	-	-	-	-	-	-	-	-	-
Total	75	228	-	-	7	26	16	-	324
Net Classifications									
<u>Domestic Retail</u>									
New Classifications	242	224	234	193	199	193	170	183	176
Declassifications, Payments and Sales	(128)	(108)	(127)	(116)	(121)	(112)	(93)	(107)	(103)
Net Classifications	114	116	107	77	78	81	77	76	73
<u>Domestic Commercial</u>									
New Classifications	50	33	30	9	10	40	63	27	47
Declassifications, Payments and Sales	(10)	(13)	(22)	(8)	(30)	(34)	(34)	(7)	(3)
Net Classifications	40	20	8	1	(20)	6	29	20	44
<u>International</u>									
New Classifications	178	126	77	117	148	86	77	66	57
Declassifications, Payments and Sales	(43)	(79)	(23)	(24)	(20)	(21)	(50)	(45)	(48)
Net Classifications	135	47	54	93	128	65	27	21	9
<u>Scotia Capital</u>									
New Classifications	-	61	1	1	-	-	63	-	6
Declassifications, Payments and Sales	(26)	(28)	(12)	(25)	(121)	(75)	(27)	(98)	(121)
Net Classifications	(26)	33	(11)	(24)	(121)	(75)	36	(98)	(115)
Total	263	216	158	147	65	77	169	19	11
Write-offs									
Domestic Retail	(92)	(85)	(78)	(81)	(75)	(93)	(49)	(69)	(69)
Domestic Commercial	(3)	(10)	(18)	(22)	(16)	(5)	(20)	(4)	(2)
International	(88)	(92)	(119)	(75)	(44)	(61)	(49)	(61)	(49)
Scotia Capital	(7)	(7)	-	(1)	(1)	(9)	(32)	(8)	-
Total	(190)	(194)	(215)	(179)	(136)	(168)	(150)	(142)	(120)
Forex									
Domestic Retail	-	-	-	-	-	-	-	-	-
Domestic Commercial	-	-	-	-	-	-	-	-	-
International	21	45	(102)	(42)	(54)	42	(8)	5	(18)
Scotia Capital	1	3	(6)	(3)	28	29	(1)	7	(5)
Total	22	48	(108)	(45)	(26)	71	(9)	12	(23)
Balance at End of Period	2,012	1,842	1,544	1,709	1,786	1,876	1,870	1,844	1,955

NET IMPAIRED LOANS AND ALLOWANCE FOR CREDIT LOSSES



(\$MM)	QUARTERLY TREND								
	2008		2007				2006		
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
NET IMPAIRED LOANS:									
<u>Domestic</u>									
Retail	171	148	139	120	125	131	130	123	121
Commercial	120	96	90	88	90	114	115	88	77
	291	244	229	208	215	245	245	211	198
<u>International</u>									
Retail	234	173	115	137	113	94	61	55	110
Commercial	291	219	245	220	216	145	146	103	78
	525	392	360	357	329	239	207	158	188
<u>Scotia Capital</u>									
Canada	18	36	2	2	2	2	2	1	1
U.S.A.	4	10	4	3	3	58	45	83	160
Europe	7	7	6	14	30	35	71	26	32
	29	53	12	19	35	95	118	110	193
Total Net Impaired Loans after Specific Allowance	845	689	601	584	579	579	570	479	579
General Allowance for Credit Losses	(1,323)	(1,298)	(1,298)	(1,298)	(1,298)	(1,323)	(1,307)	(1,330)	(1,330)
Total Net Impaired Loans after General Allowance	(478)	(609)	(697)	(714)	(719)	(744)	(737)	(851)	(751)
Coverage Ratio (%) (1)	123.8	134.9	145.1	141.8	140.3	139.7	139.4	146.1	138.4
ALLOWANCE FOR CREDIT LOSSES:									
Balance, Beginning of Period	2,462	2,252	2,433	2,516	2,631	2,618	2,706	2,717	2,445
Acquisition of Subsidiaries	(3)	177	1	10	17	26	18	-	335
Write-offs	(190)	(194)	(215)	(179)	(136)	(168)	(150)	(142)	(120)
Recoveries	51	51	50	38	64	34	36	50	56
Provision for Credit Losses	153	111	95	92	20	63	32	74	35
Foreign Currency Adjustment and Other	25	65	(112)	(44)	(80)	58	(24)	7	(34)
Balance, End of Period	2,498	2,462	2,252	2,433	2,516	2,631	2,618	2,706	2,717
<u>Comprised of:</u>									
Specific Allowance	1,167	1,153	943	1,125	1,207	1,297	1,300	1,365	1,376
General Allowance	1,323	1,298	1,298	1,298	1,298	1,323	1,307	1,330	1,330
Other Liabilities	8	11	11	10	11	11	11	11	11
Total Allowance for Credit Losses	2,498	2,462	2,252	2,433	2,516	2,631	2,618	2,706	2,717

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

CROSS BORDER EXPOSURES TO SELECT COUNTRIES IN ASIA AND LATIN AMERICA



Outstandings (net of provisions), US\$ millions

	<u>Loans</u>	<u>Trade</u>	<u>Interbank Deposits</u>	<u>Govt./ Other Sec.</u>	<u>Invest. in Affiliates</u>	<u>Other (1)</u>	<u>Apr 30/08 Total</u>	<u>Jan 31/08 Total</u>	<u>Apr 30/07 Total</u>
ASIA									
South Korea	1,211	365	-	379	-	125	2,080	1,993	1,670
Japan	647	56	13	67	-	163	946	1,091	947
India	1,282	882	-	287	-	42	2,493	2,187	1,344
Malaysia	462	1	-	413	160	-	1,036	773	767
Hong Kong	541	131	-	447	-	4	1,123	979	994
China	632	1,126	50	5	-	39	1,852	1,482	1,094
Thailand	189	5	47	102	227	-	570	374	208
Other (2)	453	241	127	269	-	23	1,113	1,004	826
Total	5,417	2,807	237	1,969	387	396	11,213	9,883	7,850

LATIN AMERICA

Mexico	1,400	33	-	472	2,215	9	4,129	4,063	3,831
Chile	797	31	-	1	1,712	1	2,542	2,417	1,209
Brazil	429	741	-	312	-	6	1,488	1,413	1,149
Peru	418	202	-	-	694	15	1,329	970	597
El Salvador	348	5	-	-	336	-	689	555	521
Costa Rica	846	42	-	-	409	-	1,297	1,140	865
Venezuela	5	-	-	-	90	-	95	89	134
Other (3)	738	84	13	45	-	10	890	801	639
Total	4,981	1,138	13	830	5,456	41	12,459	11,448	8,945

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

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

(3) includes Argentina, Colombia, Panama and Uruguay.

ASSET SECURITIZATION, RESERVES AND INTEREST RATE SENSITIVITY



	QUARTERLY TREND								
	2008		2007				2006		
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
ASSET SECURITIZATION (\$MM):									
Balance, Beginning of Period	11,450	12,045	12,103	11,988	11,955	12,083	12,736	13,517	8,395
Acquisition of subsidiaries	-	-	-	-	335	-	-	-	5,469
Securitizations	1,142	555	1,010	1,351	605	861	703	699	712
Paydowns/Maturities	(683)	(1,150)	(1,068)	(1,236)	(907)	(989)	(1,356)	(1,480)	(1,059)
Balance, End of Period									
Personal Loans	265	285	414	452	505	170	170	170	170
Mortgages	11,644	11,165	11,631	11,651	11,483	11,785	11,913	12,566	13,347
	11,909	11,450	12,045	12,103	11,988	11,955	12,083	12,736	13,517

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

Bonds of Emerging Markets	493	547	530	527	676	667	658	593	584
Other Fixed Income	(179)	89	(14)	(103)	(33)	(80)	(88)	(153)	(166)
Common and Preferred Shares	257	259	456	536	565	574	521	457	523
	571	895	972	960	1,208	1,161	1,091	897	941
Net Fair Value of Derivative Instruments and Other Hedge Amounts	(16)	(40)	5	20	(10)	7	(90)	(49)	(46)
Net Unrealized Gains (Losses)	555	855	977	980	1,198	1,168	1,001	848	895

INTEREST RATE SENSITIVITY (\$B):

April 30, 2008

	Within 3 Months	3 to 12 Months	Cumulative Under 1 Year	Over 1 Year	Non-Interest Rate Sensitive
Canadian Currency Gap	22.9	(8.6)	14.3	(8.0)	(6.3)
Foreign Currency Gap	(8.6)	6.6	(2.0)	18.3	(16.3)
Total Currency Gap	14.3	(2.0)	12.3	10.3	(22.6)

() denotes liability gap

Note: Based on the Bank's interest rate positions as at April 30, 2008, an immediate and sustained 100 basis point rise in interest rates, across all currencies and maturities, would increase net income after-tax by approximately \$107MM over the next 12 months, and lower common shareholders' equity, in present value terms, by approximately \$259MM. Conversely, an immediate and sustained 100 basis point fall in interest rates, across all currencies and maturities, would decrease net income after-tax by approximately \$99MM over the next 12 months, and increase common shareholders' equity, in present value terms, by approximately \$233MM.

Basel II Appendix



April 30, 2008

Index

Introduction	Page 20
Regulatory Capital	Page 21
Risk Weighted Assets and Capital Ratios	Page 22
Risk Weighted Assets for Credit Risk portfolios	Page 23-24
Credit Risk Exposures by Geography	Page 25
Credit Risk Exposures by Risk Weight - Standardized Approach	Page 26
Derivatives - Counterparty Credit Risk	Page 27
Glossary	Page 28

Effective November 1, 2007, Canadian banks are subject to revised capital adequacy requirements based on the "International Convergence of Capital Measurement and Capital Standards: A Revised Framework", commonly known as Basel II. The new Framework is designed to reflect more risk-sensitive capital requirements and to strengthen soundness and stability of banks by promoting adoption of stronger risk management practices.

The Basel II Framework introduces the concept of 3 Pillars:

- Pillar 1 – the actual methodologies that must be applied to calculate the minimum capital requirements.
- Pillar 2 – the requirement that banks have internal processes to assess their capital adequacy in relation to their strategies, risk appetite and actual risk profile. Regulators are expected to review these internal capital adequacy assessments.
- Pillar 3 – reflects the market disclosures required by banks to assist users of the information to better understand the risk profile.

This Appendix reflects a portion of the Pillar 3 market disclosures based on information gathered as part of the Pillar 1 process, and should assist users in understanding the changes to the risk weighted assets and capital requirements arising from the new Framework. The Bank will provide the remaining required disclosures by the fourth quarter of 2008.

Basel II vs. Basel I

Basel II classifies risk into three broad categories: credit risk, market risk and operational risk (new), while Basel I had only two categories: credit risk and market risk. The regulatory capital required under Basel I, for credit risk, was based on pre-specified risk weights applied to categories of claims. This did not provide for a granular differentiation of credit risk capital (e.g. all corporate loans were risk-weighted 100% irrespective of the quality of the loans).

Under Pillar 1 of the new Basel II Framework, minimum capital is calculated using one of the following approaches:

- Credit risk capital – Internal Ratings Based Approach (Advanced or Foundation) or Standardized approach.
- Operational risk capital – Advanced measurement approach (AMA), Standardized approach or Basic Indicator approach.
- Market risk capital - more granular treatment for specific risk under Standardized approach compared to Basel I.

Credit Risk

The credit risk component consists of on- and off- balance sheet claims. The new rules are not applied to the traditional balance sheet categories but introduce new categories of on- and off- balance sheet exposures which represent general classes of assets/exposures (corporate, sovereign, bank, retail, equity) based on their different underlying risk characteristics.

Generally, while calculating capital requirements, exposure classes such as Corporate, Sovereign, Bank, Retail, Equity are analyzed by the following credit risk exposure sub-types¹: Drawn, Undrawn, Repo-style transactions, Over-the-counter (OTC) Derivatives and Other off-balance sheet claims.

The Bank has received approval from OSFI to use the Advanced Internal Ratings Based Approach (AIRB), subject to certain conditions, for credit risk of its material portfolios booked in Canada, US and Europe. The Bank uses internal estimates, based on historical experience, for probability of default (PD1), loss given default (LGD1) and exposure at default (EAD1).

- Under the AIRB, credit risk risk-weighted assets (RWA) are calculated by multiplying the capital requirement (K) by EAD times 12.5, where K is a function of the PD, LGD, Maturity and prescribed correlation factors. This results in the capital calculations being more sensitive to underlying risks.
- To address concerns that the new Basel II rules might cause significant decreases in capital required, banks are currently required to add an overall scaling factor of 6% to the credit risk RWA for AIRB portfolios.

For the remaining material portfolios, the interim treatment is the Standardized approach, until such time they become AIRB compliant (the remaining material portfolios are targeted to be compliant by the beginning of fiscal 2011).

- The Standardized Approach applies regulator prescribed risk weight factors to credit exposures based on the external credit assessments (public ratings), where available, and also considers other additional factors (e.g. provision levels for defaulted exposures, loan-to-value for retail, eligible collateral, etc).

Operational Risk

The Bank is using the Standardized Approach for operational risk, where the capital charge is based on a fixed percentage of the average of the previous 3 years' gross income. The fixed percentages range from 12% - 18% and are based on the type of business, with retail banking activities at the low end of the range and investment banking and capital markets activities at the high end.

Transitional Considerations

The regulator's transitional arrangements prescribe that for institutions receiving full approval to use the AIRB, a capital floor will be applied for at least two years post approval. The floor is based on a regulatory formula that essentially compares the minimum capital required under Basel I to the minimum capital required under Basel II, and does not allow the latter to fall below the floor based on the former. If a floor is invoked, a prescribed adjustment to risk weighted assets is required to increase the capital to the targeted floor threshold. The Bank's AIRB approval conditions required a 100% floor to be applied for Q1/08. Subsequently, OSFI has given the Bank their approval to move to 90% floor effective Q2/08.

¹ Refer to glossary

REGULATORY CAPITAL



(\$MM)	QUARTERLY TREND							
	Basel II		Basel I					
	2008		2008		2007			
	Q2	Q1	Q2	Q1	Q4	Q3	Q2	Q1
REGULATORY CAPITAL:								
Common Shares, Contributed Surplus & Retained Earnings	21,943	21,423	21,943	21,423	21,026	20,488	20,302	19,896
OCI - Accumulated Foreign Currency Translation Losses	(3,749)	(3,664)	(3,749)	(3,664)	(4,549)	(2,852)	(2,387)	(1,799)
Non-Cumulative Preferred Shares	2,210	1,865	2,210	1,865	1,635	1,290	1,290	945
Innovative Capital Instruments	2,750	2,750	2,750	2,750	2,750	3,000	3,000	3,000
Non-Controlling Interest in Subsidiaries	588	548	588	548	497	505	496	491
Gross Tier 1 Capital	23,742	22,922	23,742	22,922	21,359	22,431	22,701	22,533
Less: Goodwill and Excess Intangibles	(2,162)	(1,266)	(2,162)	(1,266)	(1,134)	(1,140)	(1,176)	(1,121)
Other Capital Deductions (1)	(507)	(490)	-	-	-	-	-	-
Net Tier 1 Capital	21,073	21,166	21,580	21,656	20,225	21,291	21,525	21,412
OCI - Accumulated Net Unrealized Gains (after-tax) on available-for-sale Equity Securities	200	161	200	161	298	350	368	374
Debentures (net of amortization) (2)	4,659	2,859	4,659	2,859	2,452	1,531	2,043	2,060
Eligible Allowance for Credit Losses (3)	783	754	1,323	1,298	1,298	1,298	1,298	1,323
Tier 2 Capital	5,642	3,774	6,182	4,318	4,048	3,179	3,709	3,757
Less: Investment in Insurance Entities and Associated Corporations and other items	(1,127)	(1,066)	(1,517)	(1,442)	(1,292)	(1,158)	(942)	(949)
Total Regulatory Capital	25,588	23,874	26,245	24,532	22,981	23,312	24,292	24,220
CHANGES IN REGULATORY CAPITAL:								
Total Capital, Beginning of Period	23,874	22,321			23,312	24,292	24,220	22,986
Internally Generated Capital								
Net Income	980	835			954	1,032	1,039	1,020
Preferred and Common Share Dividends	(485)	(484)			(458)	(461)	(428)	(424)
	495	351			496	571	611	596
External Financing								
Debentures (net of amortization) (2)	1,800	407			921	(512)	(17)	14
Innovative Capital Instruments	-	-			(250)	-	-	-
Preferred Shares	345	230			345	-	345	345
Common Shares Issued less Purchased for Cancellation	29	48			45	(18)	19	95
Premium on Purchase of Shares for Cancellation	-	-			-	(368)	(218)	-
	2,174	685			1,061	(898)	129	454
Other								
OCI - Net Change in Foreign Currency Translation Gains Losses	(85)	885			(1,697)	(465)	(588)	522
OCI - Net Change in Net Unrealized Gains (after-tax) on available-for-sale Equity Securities	39	(137)			(52)	(18)	(6)	374
Non-controlling Interest in Subsidiaries	40	51			(8)	9	5	56
Other (4)	(949)	(282)			(131)	(179)	(79)	(768)
	(955)	517			(1,888)	(653)	(668)	184
Total Capital Generated (Used)	1,714	1,553			(331)	(980)	72	1,234
Total Capital, End of Period	25,588	23,874			22,981	23,312	24,292	24,220

OCI = Other Comprehensive Income

(1) Comprised of net after-tax gains on sale of securitized assets, investments in associated corporations and other items

(2) Includes Scotia Trust Subordinated Notes - Series A.

(3) Under Basel I, the general allowance is included in Tier 2 capital up to a maximum of 0.875% of risk-weighted assets as per OSFI guidelines. Under Basel II, eligible general allowances in excess of expected losses can be included in capital, subject to certain

(4) Represents changes to eligible general allowance, regulatory capital deductions for goodwill, securitization-related amounts and investments in insurance entities and associated corporations, and other charges (credits) to retained earnings. Q1/07 includes a \$61MM effect of adopting new accounting policy on financial institutions.

RISK-WEIGHTED ASSETS AND CAPITAL RATIOS



RISK-WEIGHTED ASSETS (\$B):

On Balance Sheet Assets

Cash Resources
Securities
Residential Mortgages
Loans ⁽¹⁾ & Acceptances
All Other

Off Balance Sheet Assets

Indirect Credit Instruments
Interest Rate, Foreign Exchange and
Other Derivative Instruments

Total Credit Risk before AIRB scaling factor ⁽²⁾

Total Credit Risk after AIRB scaling factor ⁽³⁾

Market Risk -- Risk Assets Equivalent

Operational Risk -- Risk Assets Equivalent ⁽⁴⁾

Total Risk Weighted Assets

Transitional Adjustment

Total Risk Weighted Assets adjusted for OSFI "floor"

RISK-WEIGHTED CAPITAL RATIOS (%):

Tier I

Total

Tangible Common Equity

		QUARTERLY TREND					
Basel II		Basel I					
2008		2008		2007			
Q2	Q1	Q2	Q1	Q4	Q3	Q2	Q1
		4.8	5.5	4.3	4.3	4.5	3.7
		13.5	12.0	10.7	10.0	9.7	13.2
		38.1	36.8	35.0	33.9	32.1	31.4
		132.2	127.0	113.0	112.4	110.3	109.7
		9.8	9.3	8.1	7.3	8.8	7.4
		198.4	190.6	171.1	167.9	165.4	165.4
		34.0	33.7	30.9	34.2	32.6	30.4
		8.1	6.9	6.3	6.2	6.7	4.9
		179.1	177.2	240.5	231.2	208.3	200.7
		185.3	183.2				
		13.8	12.9	12.3	11.9	10.0	11.5
						8.4	6.1
		19.8	19.6				
		218.9	215.7	252.8	243.1	218.3	219.8
			19.2			213.1	206.8
		218.9	234.9				

(1) Basel I comparatives include Securities Purchased under Resale Agreements

(2) Details by Basel II exposure type shown in the following page - "risk-weighted assets for credit risk portfolios"

(3) The Basel II framework imposes an additional 6% scaling factor to AIRB credit risk portfolios.

(4) New capital requirements for operational risk under Basel II.

RISK-WEIGHTED ASSETS FOR CREDIT RISK PORTFOLIOS



(\$MM)

April 30, 2008

		Basel II						Basel I
		Internal Ratings Based		Standardized		Total		
Basel II Exposure Type	Basel II Exposure Sub-type	Exposure at Default	Risk Weighted Assets	Exposure at Default ¹	Risk Weighted Assets	Exposure at Default	Risk Weighted Assets	Risk Weighted Assets
Credit Risk - non trading								
Corporate	Drawn	59,333	38,925	41,729	41,188	101,062	80,113	
	Undrawn	37,106	19,663	3,543	3,498	40,649	23,161	
	Other ²	12,832	5,622	2,197	2,149	15,029	7,771	
	Total	109,271	64,210	47,469	46,835	156,740	111,045	
Bank	Drawn	24,591	4,498	8,541	3,300	33,132	7,798	
	Undrawn	15,050	2,986	128	62	15,178	3,048	
	Other ²	14,794	2,389	421	173	15,215	2,562	
	Total	54,435	9,873	9,090	3,535	63,525	13,408	
Sovereign	Drawn	4,146	276	9,993	2,633	14,139	2,909	
	Undrawn	990	67	171	31	1,161	98	
	Other ²	347	8	105	0	452	8	
	Total	5,483	351	10,269	2,664	15,752	3,015	
Non-retail	Drawn	88,070	43,699	60,263	47,121	148,333	90,820	106,986
	Undrawn	53,146	22,716	3,842	3,591	56,988	26,307	19,713
	Other ²	27,973	8,019	2,723	2,322	30,696	10,341	13,103
	Total	169,189	74,434	66,828	53,034	236,017	127,468	139,802
Retail residential mortgages	Drawn	88,208	2,011	19,286	6,140	107,494	8,151	36,882
	Undrawn	3,794	42	0	0	3,794	42	0
	Total	92,002	2,053	19,286	6,140	111,288	8,193	36,882
Home Equity Lines Of Credit (HELOCs)	Drawn	13,437	457			13,437	457	6,718
	Undrawn	0	0			0	0	0
	Total	13,437	457			13,437	457	6,718
Qualifying Retail Revolving Exposures (QRRE)	Drawn	11,741	3,818			11,741	3,818	11,636
	Undrawn	8,076	747			8,076	747	0
	Total	19,817	4,565			19,817	4,565	11,636
Other Retail	Drawn	9,193	4,007	10,457	7,500	19,650	11,507	19,120
	Undrawn	32	24	104	78	136	102	0
	Total	9,225	4,031	10,561	7,578	19,786	11,609	19,120
Retail	Drawn	122,579	10,293	29,743	13,640	152,322	23,933	74,356
	Undrawn	11,902	813	104	78	12,006	891	0
	Total	134,481	11,106	29,847	13,718	164,328	24,824	74,356
Equities		2,848	4,538			2,848	4,538	2,848
Securitizations		33,613	3,925			33,613	3,925	6,615
Trading derivatives		21,773	7,735			21,773	7,735	7,060
Other Assets				19,067	10,652	19,067	10,652	9,790
Total Credit Risk, before scaling factor		361,904	101,738	115,742	77,404	477,646	179,142	240,471
Add-on for 6% scaling factor ³			6,104				6,104	
Total Credit Risk		361,904	107,842	115,742	77,404	477,646	185,246	240,471

(1) Net of related allowances for credit losses.

(2) Other exposures include lending instruments such as letters of credit, letters of guarantee, etc., OTC derivatives and repo-style exposures, after collateral.

(3) Basel Committee imposed scaling factor (6%) on risk weighted assets for Internal ratings based credit risk portfolios.

RISK-WEIGHTED ASSETS FOR CREDIT RISK PORTFOLIOS



(\$MM)

January 31, 2008

		Basel II						Basel I
		Internal Ratings Based		Standardized		Total		
Basel II Exposure Type	Basel II Exposure Sub-type	Exposure at Default	Risk Weighted Assets	Exposure at Default ¹	Risk Weighted Assets	Exposure at Default	Risk Weighted Assets	Risk Weighted Assets
Credit Risk - non trading								
Corporate	Drawn	53,655	35,746	42,077	40,800	95,732	76,546	
	Undrawn	35,525	19,425	7,044	6,806	42,569	26,231	
	Other ²	12,650	5,626	1,881	1,841	14,531	7,467	
	Total	101,830	60,797	51,002	49,447	152,832	110,244	
Bank	Drawn	29,933	5,238	8,928	3,079	38,861	8,317	
	Undrawn	15,155	2,960	294	133	15,449	3,093	
	Other ²	13,730	2,304	350	109	14,080	2,413	
	Total	58,818	10,502	9,572	3,321	68,390	13,823	
Sovereign	Drawn	3,690	294	9,485	3,014	13,175	3,308	
	Undrawn	865	64	200	151	1,065	215	
	Other ²	969	11	105	0	1,074	11	
	Total	5,524	369	9,790	3,165	15,314	3,534	
Non-retail								
	Drawn	87,278	41,278	60,490	46,893	147,768	88,171	102,617
	Undrawn	51,545	22,449	7,538	7,090	59,083	29,539	19,422
	Other ²	27,349	7,941	2,336	1,950	29,685	9,891	12,943
	Total	166,172	71,668	70,364	55,933	236,536	127,601	134,982
Retail residential mortgages	Drawn	86,755	2,065	18,535	5,958	105,290	8,023	36,054
	Undrawn	1,717	30	0	0	1,717	30	0
	Total	88,472	2,095	18,535	5,958	107,007	8,053	36,054
Home Equity Lines Of Credit (HELOCs)	Drawn	12,832	479			12,832	479	6,893
	Undrawn	0	0			0	0	0
	Total	12,832	479			12,832	479	6,893
Qualifying Retail Revolving Exposures (QRRE)	Drawn	11,569	3,890			11,569	3,890	14,404
	Undrawn	7,008	702			7,008	702	0
	Total	18,577	4,592			18,577	4,592	14,404
Other Retail	Drawn	8,884	3,841	9,943	6,187	18,827	10,028	14,352
	Undrawn	10	9	101	76	111	85	0
	Total	8,894	3,850	10,044	6,263	18,938	10,113	14,352
Retail								
	Drawn	120,040	10,275	28,478	12,145	148,518	22,420	71,703
	Undrawn	8,735	741	101	76	8,836	817	0
	Total	128,775	11,016	28,579	12,221	157,354	23,237	71,703
Equities		2,633	3,316			2,633	3,316	2,633
Securitized		34,835	3,763			34,835	3,763	6,518
Trading derivatives		21,932	9,621			21,932	9,621	6,071
Other Assets ⁽⁴⁾				17,778	9,708	17,778	9,708	9,345
Total Credit Risk, before scaling factor		354,347	99,384	116,721	77,862	471,068	177,246	231,252
Add-on for 6% scaling factor ³			5,963				5,963	
Total Credit Risk		354,347	105,347	116,721	77,862	471,068	183,209	231,252

(1) Net of related allowances for credit losses.

(2) Other exposures include lending instruments such as letters of credit, letters of guarantee, etc., OTC derivatives and repo-style exposures, after collateral.

(3) Basel Committee imposed scaling factor (6%) on risk weighted assets for internal ratings based credit risk portfolios.

(4) Comparative amounts have been reclassified to conform with the current presentation.

CREDIT RISK EXPOSURES BY GEOGRAPHY ⁽¹⁾



(\$MM)

April 30, 2008

	Drawn	Undrawn	Other Exposures ⁽²⁾	Total
Canada	180,803	44,566	13,498	238,867
USA	21,813	16,958	9,624	48,395
Mexico	12,230	384	796	13,410
Other International	85,813	7,085	6,775	99,673
Total	300,659	68,993	30,693	400,345

(\$MM)

January 31, 2008

	Drawn	Undrawn	Other Exposures ⁽²⁾	Total
Canada	178,519	42,441	11,775	232,735
USA	21,378	16,736	9,832	47,946
Mexico	11,818	595	989	13,402
Other International	84,571	8,147	7,088	99,806
Total	296,286	67,919	29,684	393,889

(1) Geographic segmentation is based upon the location of the ultimate risk of the credit exposure. Includes all credit risk portfolios and excludes equities, securitizations, and trading derivatives.

(2) Other exposures include lending instruments such as letters of credit, letters of guarantee, etc., OTC derivatives and repo-style exposures, after collateral.

CREDIT RISK EXPOSURES BY RISK WEIGHT - STANDARDIZED APPROACH



(\$MM)

April 30, 2008

Risk Weight	Non-Retail					Retail			
	Exposure at Default ⁽¹⁾				Risk Weighted Assets	Exposure at Default ⁽¹⁾			Risk-Weighted Assets
	Corporate	Bank	Sovereign	Total		Residential Mortgages	Other Retail	Total	
0%	484	90	7,588	8,162	-	4,283	258	4,541	-
20%	199	6,828	22	7,049	1,410				
35%						12,844	460	13,304	4,656
50%	15	4	-	19	10				
75%	-	-	-	-	-	2,058	9,747	11,805	8,854
100%	46,738	2,168	2,659	51,565	51,565	101	74	175	175
150%	33	-	-	33	49	-	22	22	33
Total	47,469	9,090	10,269	66,828	53,034	19,286	10,561	29,847	13,718

(\$MM)

January 31, 2008

Risk Weight	Non-Retail					Retail			
	Exposure at Default ⁽¹⁾				Risk Weighted Assets	Exposure at Default ⁽¹⁾			Risk-Weighted Assets
	Corporate	Bank	Sovereign	Total		Residential Mortgages	Other Retail	Total	
0%	1,415	1,053	6,586	9,054	-	3,992	1,497	5,489	-
20%	146	6,237	49	6,432	1,286				
35%						12,499	448	12,947	4,532
50%	128	417	-	545	273				
75%	-	-	-	-	-	1,843	7,999	9,842	7,382
100%	49,232	1,865	3,155	54,252	54,252	201	87	288	288
150%	81	-	-	81	122	-	13	13	19
Total	51,002	9,572	9,790	70,364	55,933	18,535	10,044	28,579	12,221

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

DERIVATIVES



	April 30, 2008				January 31, 2008	
(\$MM)	Notional Amount	Credit Risk Amount	Potential Future Exposure	Credit Risk Equivalent Amount	Notional Amount	Credit Risk Equivalent Amount
<u>Interest Rate Contracts:</u>						
Futures and Forward Rate Agreements	115,741	25	4	29	141,204	51
Swaps	620,573	6,672	2,998	9,670	612,806	8,715
Options Purchased	124,802	303	57	360	97,387	340
Options Written	64,264	-	-	-	50,832	-
<u>Foreign Exchange Contracts:</u>						
Futures, Spot and Forwards	272,166	4,694	2,695	7,389	314,781	9,710
Swaps	104,457	7,490	4,872	12,362	105,622	12,131
Options Purchased	3,733	133	51	184	2,851	156
Options Written	4,029	-	-	-	3,154	-
<u>Other Derivative Contracts:</u>						
Equity	46,913	2,692	2,651	5,343	37,200	3,649
Credit	108,500	3,139	6,379	9,518	111,336	9,637
Other	7,426	489	588	1,077	6,642	880
Total Derivatives	1,472,604	25,637	20,295	45,932	1,483,815	45,269
Less: Impact of Master Netting Agreements, Collateral ⁽¹⁾		13,730	6,786	20,516		21,663
Total after Netting & Collateral ⁽¹⁾		11,907	13,509	25,416		23,606
Total Risk Weighted Assets				8,708		10,745

(1) Comparative amounts for Q1/08 have been reclassified to conform with the current presentation.

Glossary



Credit Risk Parameters

EAD	Exposure at Default	Generally represents the expected gross exposure of the facility upon default of the obligor for both on-balance sheet and off-balance sheet exposures.
PD	Probability of Default	Expressed as a percentage, measures the likelihood that a borrower will default within a 1-year time horizon
LGD	Loss Given Default	Expressed as a percentage of exposure at default, measures the severity of loss on a facility in the event of a borrower's default
M	Effective Maturity	Represents the maximum remaining time (in years) that the borrower is permitted to take to fully discharge its contractual obligation. Effective maturity is generally subject to a 1 year floor and 5 year cap (except for repo-style transactions).

Exposure Types

Non-retail	Corporate	Defined as a debt obligation of a corporation, partnership, or proprietorship
	Bank	Defined as a debt obligation of a bank or bank equivalent (including certain public sector entities (PSEs) treated as Bank equivalent exposures)
	Sovereign	Defined as a debt obligation of a sovereign, central bank, certain Multi Development Banks (MDBs) and certain PSEs treated as Sovereign.
Equity		Ownership interest in a corporation in the form of common stock or preferred stock.
Securitization		Includes liquidity lines to Bank's own sponsored and third party ABCP Conduits, credit enhancements and on- balance sheet investments in asset backed securities, mortgage backed securities, and collateralized debt obligations.
Retail	Residential Mortgages	Loans to individuals against residential property (four units or less)
	Home Equity Lines Of Credit (HELOCs)	Revolving personal lines of credit secured by home equity
	Qualifying Retail Revolving Exposures (QRRE)	Includes credit cards and unsecured line of credit for individuals
	Other Retail	Includes all other personal loans

Exposure Sub-types

Drawn	Outstanding amounts including all loans and loan related products, deposits with banks (DWBs), leases and bankers acceptances
Undrawn	Unutilized portion of an authorized credit line
Repo-Style	Securities reverse repurchase agreements (reverse repo) and repurchase agreements (repos), securities lending and borrowing.
OTC derivatives	Comprises all over-the-counter derivatives contracts (i.e. excludes exchange-traded derivative contracts and written options as they have no counterparty credit risk).
Other Off Balance Sheet	Comprises all off-balance sheet arrangements other than derivatives, securities lending and borrowing and undrawn commitments (e.g. direct credit substitutes, standby letters of credits, guarantees, trade letters of credits, transaction related contingencies etc.)