Desjardins

Cooperating in building the future

Supplemental Financial Information (unaudited)

For the period ended June 30, 2016

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NOTES TO READERS

USE OF THIS DOCUMENT

The Supplemental Financial Information (this document) is designed to support the transparency and disclosure of additional information on Desjardins Group's capital and risk management so that the various financial market participants can assess its risk profile and financial performance. The information disclosed in this document is unaudited. This document should be used as a supplement to Desjardins Group's Interim Financial Reports and 2015 Annual Report. These reports, which include Desjardins Group's Combined Financial Statements as well as its MD&As, are available on its website at **www.desjardins.com/ca/about-us/investor-relations** and on the System for Electronic Document Analysis and Retrieval (SEDAR) website at **www.sedar.com** (under the *Capital Desjardins inc.* profile).

BASIS OF PRESENTATION OF FINANCIAL INFORMATION

The Annual and Interim Combined Financial Statements have been prepared by Desjardins Group's management in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) and the accounting requirements of the *Autorité des marchés financiers* (AMF) in Quebec, which do not differ from IFRS. For further information about the accounting policies applied, see the Interim and Annual Combined Financial Statements.

To assess its performance, Desjardins Group uses IFRS measures and various non-IFRS financial measures. Non-IFRS financial measures, other than the regulatory ratios, do not have a standardized definition and are not directly comparable to similar measures used by other companies, and may not be directly comparable to any IFRS measures. The non-IFRS measures may be useful to investors to analyze financial performance, among other things. They are defined in the interim and annual MD&As.

Unless indicated otherwise, all amounts are in Canadian dollars.

SCOPE OF THIS DOCUMENT

The information presented in this document relates to the Desjardins Group entities that are included in its accounting scope. The entities included in Desjardins Group's accounting scope of consolidation are presented in the “Scope of the Group” section of Note 2, “Basis of presentation and significant accounting policies”, to its Annual Combined Financial Statements. In the tables on capital management and tables 17, 18, 19 and 20 of the “Risk management” section, the information presented is prepared using Desjardins Group's regulatory scope in accordance with Basel III. This scope differs from the accounting scope as investments in insurance subsidiaries are excluded from it through capital deductions. In addition, data related to capital and risks are presented to meet the disclosure requirements set out in the recommendations of the *Enhanced Disclosure Task Force* document dated October 29, 2012 and the Residential Hypothecary Lending Guideline issued by the AMF as well as certain requirements of Basel III Pillar 3.

FINANCIAL INFORMATION

TABLE 1 – COMBINED BALANCE SHEETS

(in millions of dollars)	**As at June 30, 2016**	As at March 31, 2016	As at December 31, 2015	As at September 30, 2015	As at June 30, 2015
ASSETS					
Cash and deposits with financial institutions	**$ 2,183**	$ 1,897	$ 1,716	$ 1,924	$ 1,848
Securities					
Securities at fair value through profit or loss	**32,577**	34,800	28,715	31,848	32,181
Available-for-sale securities	**23,636**	23,196	23,272	22,194	23,631
	56,213	57,996	51,987	54,042	55,812
Securities borrowed or purchased under reverse repurchase agreements	**10,362**	7,112	7,881	10,134	10,828
Loans					
Residential mortgages	**104,977**	102,992	102,323	101,420	100,187
Consumer, credit card and other personal loans	**21,486**	21,115	21,204	21,049	20,854
Business and government loans	**36,682**	36,485	36,433	34,915	34,636
	163,145	160,592	159,960	157,384	155,677
Allowance for credit losses	**(459)**	(454)	(455)	(478)	(476)
	162,686	160,138	159,505	156,906	155,201
Segregated fund net assets	**10,255**	9,992	9,781	9,503	9,774
Other assets					
Clients' liability under acceptances	**47**	85	376	613	229
Premiums receivable	**1,936**	1,669	1,662	1,675	1,633
Derivative financial instruments	**3,919**	3,948	4,818	4,739	4,131
Amounts receivable from clients, brokers and financial institutions	**3,745**	3,078	2,033	2,745	3,416
Reinsurance assets	**2,311**	2,013	1,964	1,750	1,452
Investment property	**736**	742	683	691	655
Property, plant and equipment	**1,451**	1,429	1,451	1,450	1,456
Goodwill	**470**	472	472	472	472
Intangible assets	**705**	668	661	659	658
Deferred tax assets	**962**	881	784	811	805
Other	**2,730**	3,017	2,354	2,858	2,523
	19,012	18,002	17,258	18,463	17,430
TOTAL ASSETS	**$ 260,711**	$ 255,137	$ 248,128	$ 250,972	$ 250,893

TABLE 1 – COMBINED BALANCE SHEETS (continued)

(in millions of dollars)	**As at June 30, 2016**	As at March 31, 2016	As at December 31, 2015	As at September 30, 2015	As at June 30, 2015
LIABILITIES AND EQUITY					
LIABILITIES					
Deposit					
Individuals	**$ 93,588**	$ 92,215	$ 91,243	$ 89,161	$ 89,301
Business and government	**68,055**	64,775	63,833	63,553	61,770
Deposit-taking institutions	**2,019**	1,770	1,498	1,829	1,750
	163,662	158,760	156,574	154,543	152,821
Other liabilities					
Acceptances	**47**	85	376	613	229
Commitments related to securities sold short	**6,945**	7,033	5,464	8,582	9,612
Commitments related to securities lent or sold under repurchase agreements	**10,601**	11,830	10,383	9,405	11,970
Derivative financial instruments	**1,889**	1,961	1,689	1,624	1,823
Amounts payable to clients, brokers and financial institutions	**6,386**	5,160	4,713	6,809	5,482
Insurance contract liabilities	**28,371**	27,308	26,734	26,572	26,321
Segregated fund net liabilities	**10,247**	9,983	9,776	9,509	9,796
Net defined benefit plan net liabilities	**3,044**	2,806	2,428	2,416	2,371
Deferred tax liabilities	**170**	167	163	135	150
Other	**5,948**	6,345	6,219	6,830	6,565
	73,648	72,678	67,945	72,495	74,319
Subordinated notes	**1,384**	1,875	1,884	2,553	2,587
TOTAL LIABILITIES	**238,694**	233,313	226,403	229,591	229,727
EQUITY					
Capital stock	**5,258**	5,167	5,158	5,151	5,116
Share capital	**89**	89	86	87	87
Undistributed surplus earnings	**748**	1,412	1,793	1,429	1,066
Accumulated other comprehensive income	**730**	614	589	591	756
Reserves	**14,339**	13,304	12,864	12,948	12,951
Equity – Group's share	**21,164**	20,586	20,490	20,206	19,976
Non-controlling interests	**853**	1,238	1,235	1,175	1,190
Total equity	**22,017**	21,824	21,725	21,381	21,166
TOTAL LIABILITIES AND EQUITY	**$ 260,711**	$ 255,137	$ 248,128	$ 250,972	$ 250,893

TABLE 2 – COMBINED STATEMENTS OF INCOME

(in millions of dollars)	For the three-month periods ended				
	June 30, 2016	March 31, 2016[1]	December 31, 2015[1]	September 30, 2015[1]	June 30, 2015[1]
Interest income					
Loans	**$ 1,399**	$ 1,404	$ 1,452	$ 1,464	$ 1,438
Securities	**83**	77	74	79	78
	1,482	1,481	1,526	1,543	1,516
Interest expense					
Deposits	**406**	406	385	417	428
Subordinated notes and other	**23**	26	34	32	31
	429	432	419	449	459
Net interest income	**1,053**	1,049	1,107	1,094	1,057
Net premiums	**1,740**	1,721	1,641	1,692	1,698
Other income					
Deposit and payment service charges	**119**	118	124	125	122
Lending fees and credit card service revenues	**155**	168	161	149	156
Brokerage and investment fund services	**286**	260	263	255	267
Management and custodial service fees	**92**	88	67	90	95
Net income (losses) on securities at fair value through profit or loss	**878**	512	230	17	(612)
Net income on available-for-sale securities	**99**	79	72	34	107
Net other investment income	**50**	50	48	51	92
Foreign exchange income	**22**	16	21	20	21
Other	**46**	65	56	7	12
	1,747	1,356	1,042	748	260
Total income	**4,540**	4,126	3,790	3,534	3,015
Provision for credit losses	**75**	91	83	102	103
Claims, benefits, annuities and changes in insurance contract liabilities	**2,065**	1,758	1,350	1,246	332
Non-interest expense					
Salaries and fringe benefits	**907**	910	861	840	889
Premises, equipment and furniture, including depreciation	**165**	159	163	149	152
Service agreements and outsourcing	**78**	83	76	84	88
Communications	**82**	71	85	66	76
Other	**633**	564	597	529	576
	1,865	1,787	1,782	1,668	1,781
Operating surplus earnings	**535**	490	575	518	799
Income taxes on surplus earnings	**108**	108	113	114	170
Surplus earnings before member dividends	**427**	382	462	404	629
Member dividends	**22**	30	45	35	34
Tax recovery on member dividends	**(6)**	(8)	(12)	(9)	(10)
Net surplus earnings for the period after member dividends	**$ 411**	$ 360	$ 429	$ 378	$ 605
of which:					
Group's share	**$ 390**	$ 339	$ 373	$ 361	$ 531
Non-controlling interests' share	**21**	21	56	17	74

[1] Prior-period data have been reclassified to reflect the current period's presentation.

CAPITAL MANAGEMENT

TABLE 3 - MAIN CAPITAL COMPONENTS

	Total capital		
	Tier 1 capital		Tier 2 capital
	Tier 1A	Tier 1B	
Eligible items	> Reserves and undistributed surplus earnings > Eligible accumulated other comprehensive income > Federation capital shares > Permanent shares and surplus shares subject to phase-out > Non-controlling interests[1]	> Non-controlling interests[1]	> Eligible collective allowance > Subordinated notes subject to phase-out > Eligible qualifying shares > Non-controlling interests[1]
Regulatory adjustments	> Goodwill > Software > Other intangible assets > Deferred tax assets essentially resulting from loss carryforwards > Shortfall in allowance		
Deductions	> Mainly significant investments in financial entities[2]		> Investment in preferred shares of a component deconsolidated for regulatory capital purposes > Subordinated financial instrument

[1] The amount of non-controlling interests allocated to the various capital tiers is determined, in particular, based on the nature of the operations and the capitalization level of the investee.

[2] Represents the portion of investments in the components deconsolidated for regulatory capital purposes (mainly Desjardins Financial Corporation Inc.) that exceeds 10% of capital net of regulatory adjustments. In addition, when the non-deducted balance, plus deferred tax assets net of related deferred tax liabilities, exceeds 15% of such adjusted capital, the excess is also deducted from such capital. The non-deducted balance will be subject to risk-weighting at a rate of 250%.

TABLE 4 – REGULATORY RATIOS AND CAPITAL[1][2]

(in millions of dollars and as a percentage)	As at June 30, 2016	Cross-reference[3]	As at March 31, 2016	As at December 31, 2015	As at September 30, 2015	As at June 30, 2015
Tier 1A capital						
Federation capital shares[4]	**$ 3,969**	B	$ 3,690	$ 3,544	$ 3,465	$ 3,248
Permanent shares and surplus shares subject to phase-out	**1,194**	C	1,261	1,471	1,471	1,471
Reserves	**14,339**	A	13,304	12,864	12,948	12,951
Undistributed surplus earnings	**686**	D	1,383	1,766	1,406	1,045
Eligible accumulated other comprehensive income	**483**	E + F	363	347	315	506
Non-controlling interests	**15**	G	15	15	15	15
Tier 1A capital: regulatory adjustments						
Goodwill (net of related deferred tax liabilities)	**(35)**	K	(35)	(35)	(35)	(457)
Intangible assets other than mortgage servicing rights and software (net of related deferred tax liabilities)	**(43)**	M+N	(43)	(44)	(50)	(190)
Software considered as intangible assets (net of related tax liabilities)	**(240)**	M+N	(205)	(200)	(204)	(205)
Deferred tax assets other than those attributable to temporary differences (net of related deferred tax liabilities)	**(39)**	J+P	(30)	(36)	(26)	(29)
Shortfall in allowance [5]	**(283)**		(273)	(272)	(265)	(258)
Reciprocal cross-holdings in Tier 1A capital[5]	**(8)**		(4)	(8)	(7)	(5)
Adjusted Tier 1A capital after allocation of allocated threshold deductions						
Significant investments in the Tier 1A capital of financial institutions (greater than 10%)	**(2,507)**	Q+T	(2,100)	(2,058)	(2,109)	(1,865)
Adjusted Tier 1A capital after allocated threshold deductions						
Amount greater than the 15% threshold						
Including: Significant investments in the Tier 1A capital of deconsolidated subsidiaries	**(98)**	R+U	(46)	-	(5)	(15)
Including: Deferred tax assets arising from temporary differences	**(36)**	S	(17)	-	(1)	(5)
Total net Tier 1A capital	**17,397**		17,263	17,354	16,918	16,207
Non-controlling interests	**17**	H	17	17	17	19
Total Tier 1B capital	**17**		17	17	17	19
Total Tier 1 capital	**17,414**		17,280	17,371	16,935	16,226
Tier 2 capital						
Subordinated notes[6] subject to phase-out	**1,391**	L	1,704	1,892	2,164	2,164
Eligible collective allowance	**270**	O	281	282	285	284
Eligible qualifying shares	**24**	W	25	25	24	24
Non-controlling interests	**3**	I	2	2	3	3
Tier 2 capital: regulatory adjustments						
Significant investments in financial entities	**(872)**	V	(872)	(872)	(872)	(820)
Total net Tier 2 capital	**816**		1,140	1,329	1,604	1,655
Total regulatory capital (Tier 1 and 2)	**$ 18,230**		$ 18,420	$ 18,700	$ 18,539	$ 17,881
Total risk-weighted assets	**$ 109,686**		$ 109,226	$ 108,484	$ 106,761	$ 101,240
Exposure measure for the leverage ratio	**218,125**		228,944	222,825	225,196	224,923

Footnotes to this table are presented on the next page.

TABLE 4 – REGULATORY RATIOS AND CAPITAL[1][2] (continued)

(in millions of dollars and as a percentage)	As at June 30, 2016	Cross-reference[3]	As at March 31, 2016	As at December 31, 2015	As at September 30, 2015	As at June 30, 2015
Ratios						
Tier 1A capital ratio	**15.9%**		15.8%	16.0%	15.8%	16.0%
Tier 1 capital ratio	**15.9**		15.8	16.0	15.9	16.0
Total capital ratio	**16.6**		16.9	17.2	17.4	17.7
Leverage ratio	**7.5**		7.5	7.8	7.5	7.2
Minimum Ratios [7]						
Tier 1A capital ratio	**8.0**		8.0	7.0	7.0	7.0
Tier 1 capital ratio	**9.5**		9.5	8.5	8.5	8.5
Total capital ratio	**11.5**		11.5	10.5	10.5	10.5
Leverage ratio	**3.0**		3.0	3.0	3.0	3.0
Amounts below the thresholds for deduction (before risk weighting)						
Non-significant investments in the capital of other financial institutions	**$ 44**	AA	$ 34	$ 10	$ 19	$ 18
Significant investments in the Tier 1A capital of financial institutions	**1,906**	AC	1,897	1,941	1,898	1,794
Deferred tax assets arising from temporary differences (net of related tax liabilities)	**704**	AB	692	650	639	637
Caps on inclusion of allowances in Tier 2 capital						
Allowances eligible for inclusion in Tier 2 capital in respect of exposures subject to the Standardized Approach (before application of cap)	**270**		281	282	285	284
Cap on inclusion of allowances in Tier 2 capital under the Standardized Approach	**270**	O	281	282	285	284
Allowances eligible for inclusion in Tier 2 capital in respect of exposures subject to the Internal Ratings-Based Approach (before application of cap)	**N/A**		N/A	N/A	N/A	N/A
Cap on inclusion of allowances in Tier 2 capital under the Internal Ratings-Based Approach	**N/A**		N/A	N/A	N/A	N/A

[1] Amounts included in this document comply with the "all-in" method, which is defined by the AMF as equity calculated to include all of the regulatory adjustments that will be required by 2019 but retaining the phase-out rules for non-eligible capital instruments.
[2] Per the advisory on the public capital disclosure requirements related to Basel III Pillar 3, in accordance with the calculations under the Basel III all-in method.
[3] Cross-reference to the consolidated regulatory balance sheet. Refer to Table 7.
[4] Includes capital shares held in a segregated fund.
[5] Items considered only in regulatory capital.
[6] Includes subordinated notes described in Note 18 to the 2015 Combined Financial Statements.
[7] As a D-SIFI, Desjardins Group is subject to an additional capital requirement of 1% on its minimum capital ratios since January 1, 2016.

TABLE 5 - QUARTERLY CHANGES IN REGULATORY CAPITAL

(in millions of dollars)	**As at June 30, 2016**	As at March 31, 2016	As at December 31, 2015	As at September 30, 2015	As at June 30, 2015
Tier 1A capital					
Balance at beginning of period	**$ 17,263**	$ 17,354	$ 16,918	$ 16,207	$ 15,104
Increase in reserves and undistributed surplus earnings	**338**	57	276	358	834
Amortization of the amendments to IAS 19	**-**	-	-	-	-
Eligible accumulated other comprehensive income	**120**	16	32	(191)	(186)
Federation capital shares	**279**	146	79	217	374
Permanent shares and surplus shares subject to phase-out	**(67)**	(210)	-	-	-
Non-controlling interests	**-**	-	-	-	(2)
Deductions	**(536)**	(100)	49	327	83
Balance at end of period	**17,397**	17,263	17,354	16,918	16,207
Tier 1B capital					
Balance at beginning of period	**17**	17	17	19	19
Non-controlling interests	**-**	-	-	(2)	-
Balance at end of period	**17**	17	17	17	19
Total Tier 1 capital	**17,414**	17,280	17,371	16,935	16,226
Tier 2 capital					
Balance at beginning of period	**1,140**	1,329	1,604	1,655	1,667
Eligible qualifying shares	**(1)**	-	1	-	-
Non-controlling interests	**1**	-	(1)	-	(1)
Subordinated notes subject to phase-out	**(313)**	(188)	(272)	-	-
Eligible collective allowance	**(11)**	(1)	(3)	1	(11)
Deductions	**-**	-	-	(52)	-
Balance at end of period	**816**	1,140	1,329	1,604	1,655
Total capital	**$ 18,230**	$ 18,420	$ 18,700	$ 18,539	$ 17,881

TABLE 6 - RECONCILIATION OF REGULATORY CAPITAL AND EQUITY

(in millions of dollars)	**As at June 30, 2016**	As at March 31, 2016	As at December 31, 2015	As at September 30, 2015	As at June 30, 2015
Equity balance in the Combined Financial Statements	**$ 21,164**	$ 20,586	$ 20,490	$ 20,206	$ 19,975
Items eligible for Tier 1A capital					
Non-controlling interests	**15**	15	15	15	15
Items not eligible for Tier 1A capital					
Non-eligible portion of permanent shares and surplus shares	**(69)**	(189)	(116)	(192)	(372)
Preferred shares of La Fédération des caisses populaires de l'Ontario Inc. and the caisses in Ontario	**(86)**	(86)	(83)	(84)	(84)
Qualifying shares	**(36)**	(36)	(36)	(34)	(35)
Other	**(302)**	(274)	(263)	(291)	(263)
Deductions	**(3,289)**	(2,753)	(2,653)	(2,702)	(3,029)
Tier 1A capital	**17,397**	17,263	17,354	16,918	16,207
Non-controlling interests	**17**	17	17	17	19
Tier 1B capital	**17**	17	17	17	19
Tier 1 capital	**17,414**	17,280	17,371	16,935	16,226
Items eligible for Tier 2 capital					
Subordinated notes subject to phase-out	**1,391**	1,704	1,892	2,164	2,164
Eligible collective allowance	**270**	281	282	285	284
Eligible qualifying shares	**24**	25	25	24	24
Non-controlling interests	**3**	2	2	3	3
Deductions	**(872)**	(872)	(872)	(872)	(820)
Tier 2 capital	**816**	1,140	1,329	1,604	1,655
Total capital	**$ 18,230**	$ 18,420	$ 18,700	$ 18,539	$ 17,881

TABLE 7 – RECONCILIATION OF CAPITAL AND THE COMBINED REGULATORY BALANCE SHEET[1]

As at June 30, 2016

(in millions of dollars)	Balance sheet per the combined financial statements	Items deconsolidated for regulatory capital purposes[2]	Balance sheet using the regulatory scope of consolidation	Including	Cross-reference to the capital table[3]
Assets					
Cash and deposits with financial institutions	**$ 2,183**	**$ 450**	**$ 1,733**		
Securities	**56,213**	**25,569**	**30,644**		
Non-significant investments in the capital of other financial institutions not exceeding regulatory thresholds				**$ 44**	**AA**
Significant investments in the Tier 2 capital of other financial institutions				**872**	**V**
Other securities				**29,728**	
Investments in associates and joint ventures accounted for using the equity method	**487**	**(4,060)**	**4,547**		
Significant investments in the capital of other financial institutions exceeding the regulatory thresholds of 10% of Tier 1A capital				**62**	**Q**
Significant investments in the capital of other financial institutions exceeding the regulatory threshold corresponding to the basket of 15% of Tier 1A capital				**2**	**R**
Significant investments in the capital of other financial institutions not exceeding the regulatory thresholds				**1,906**	**AC**
Investments in deconsolidated subsidiaries exceeding the regulatory thresholds of 10% of Tier 1A capital				**2,445**	**T**
Investments in deconsolidated subsidiaries exceeding the regulatory thresholds corresponding to the basket of 15% of Tier 1A capital				**96**	**U**
Other adjustments related to investments				**36**	
Securities borrowed or purchased under reverse repurchase agreements	**10,362**	**(57)**	**10,419**		
Loans	**163,145**	**2,720**	**160,425**		
Significant investments in the Tier 2 capital of other financial institutions				**(872)**	**V**
Other loans				**161,297**	
Allowances for credit losses	**(459)**	**(2)**	**(457)**		
Collective allowance allowed for inclusion in Tier 2 capital				**(270)**	**O**
Allowances not allowed for regulatory capital				**(187)**	
Segregated fund net assets	**10,255**	**10,255**	**-**		
Other assets					
Clients' liability under acceptances	**47**	**-**	**47**		
Premiums receivable	**1,936**	**1,936**	**-**		
Derivative financial instruments	**3,919**	**545**	**3,374**		
Amounts receivable from clients, brokers and financial institutions	**3,745**	**57**	**3,688**		
Reinsurance assets	**2,311**	**2,311**	**-**		
Land, buildings and equipment	**2,187**	**1,256**	**931**		
Goodwill	**470**	**435**	**35**		**K**
Software and other intangible assets	**705**	**362**	**343**		**M**
Deferred tax assets	**962**	**309**	**653**		
Deferred tax assets other than those attributable to temporary differences				**92**	**J**
Deferred tax liabilities other than those attributable to temporary differences				**(53)**	**P**
Deferred tax assets related to temporary differences exceeding the regulatory thresholds corresponding to the basket of 15% of Tier 1A capital				**36**	**S**
Deferred tax assets related to temporary differences not exceeding the regulatory thresholds				**704**	**AB**
Deferred tax liabilities related to software and other intangible assets				**(60)**	**N**
Deferred tax liabilities related to goodwill				**-**	**K**
Other deferred tax assets				**(66)**	
Miscellaneous	**2,243**	**498**	**1,745**		
Total assets	**$ 260,711**	**$ 42,584**	**$ 218,127**		

Footnotes to this table are presented on the next page.

TABLE 7 – RECONCILIATION OF CAPITAL AND THE COMBINED REGULATORY BALANCE SHEET[1] (continued)

As at June 30, 2016

(in millions of dollars)	Balance sheet per the combined financial statements	Items deconsolidated for regulatory capital purposes[2]	Balance sheet using the regulatory scope of consolidation	Including	Cross-reference to the capital table[3]
Liabilities					
Deposits	**$ 163,662**	**$ (427)**	**$ 164,089**		
Other liabilities					
Acceptances	**47**	**-**	**47**		
Commitments related to securities sold short	**6,945**	**242**	**6,703**		
Commitments related to securities lent or sold under repurchase agreements	**10,601**	**383**	**10,218**		
Derivative financial instruments	**1,889**	**66**	**1,823**		
Amounts payable to clients, brokers and financial institutions	**6,386**	**73**	**6,313**		
Insurance contract liabilities	**28,371**	**28,371**	**-**		
Segregated fund net liabilities	**10,247**	**10,247**	**-**		
Net defined benefit plan liabilities	**3,044**	**763**	**2,281**		
Deferred tax liabilities	**170**	**157**	**13**		
Other	**5,948**	**1,898**	**4,050**		
Subordinated notes	**1,384**	**-**	**1,384**		
Subordinated notes allowed for inclusion in Tier 2 capital subject to phase-out				**$ 1,391**	**L**
Subordinated indebtedness not allowed for Tier 2 capital				**(7)**	
Total liabilities	**238,694**	**41,773**	**196,921**		
Equity					
Capital stock	**5,258**	**-**	**5,258**		
Permanent shares and surplus shares				**1,192**	**C**
Qualifying shares				**24**	**W**
Qualifying shares, permanent shares and surplus shares not allowed for Tier 1A capital				**73**	
Federation capital shares				**3,969**	**B**
Share capital	**89**	**-**	**89**		
Preferred shares allowed for inclusion in Tier 1A capital				**2**	**C**
Preferred shares not allowed for regulatory capital				**87**	
Undistributed surplus earnings	**748**	**62**	**686**		**D**
Accumulated other comprehensive income	**730**	**(19)**	**749**		
Unrealized gains on available-for-sale securities				**463**	**E**
Gains on derivative financial instruments designated as cash flow hedges				**266**	
Unrealized gains on available-for-sale securities (FV hedges)				**20**	**F**
Miscellaneous				**-**	
Reserves	**14,339**	**-**	**14,339**		**A**
Non-controlling interests	**853**	**768**	**85**		
Portion allowed for inclusion in Tier 1A capital				**15**	**G**
Portion allowed for inclusion in additional Tier 1 capital				**17**	**H**
Portion allowed for inclusion in Tier 2 capital				**3**	**I**
Portion not allowed for regulatory capital				**50**	
Total equity	**22,017**	**811**	**21,206**		
Total liabilities and equity	**$ 260,711**	**$ 42,584**	**$ 218,127**		

(1) Per the advisory on the public capital disclosure requirements related to Basel III Pillar 3.

(2) Mainly Desjardins Financial Corporation Inc., which encompasses, among others, the Desjardins Financial Security Life Assurance Company and Desjardins General Insurance Group Inc. insurance companies. A description of their activities can be found in section 2.3 of the MD&A, in the 2015 Annual Report.

(3) Refer to Table 4.

TABLE 8 – LEVERAGE RATIO[1][2]

(in millions of dollars and as a percentage)		As at June 30, 2016	As at March 31, 2016	As at December 31, 2015	As at September 30, 2015	As at June 30, 2015
SUMMARY COMPARISON OF ACCOUNTING ASSETS VS LEVERAGE RATIO EXPOSURE MEASURE						
Total consolidated assets as per published financial statements	1	**$ 260,709**	$ 255,137	$ 248,128	$ 250,972	$ 250,893
Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but excluded from the scope of regulatory consolidation	2	**(42,584)**	(41,871)	(41,117)	(41,049)	(40,450)
Adjustment for fiduciary assets recognized on the balance sheet pursuant to the applicable accounting standard, but excluded from the leverage ratio exposure measure	3	**-**	-	-	-	-
Adjustment for derivative financial instruments	4	**1,467**	1,262	1,613	1,469	1,209
Adjustment for securities financing transactions (SFT) (i.e. repos and similar secured lending)	5	**976**	894	899	820	1,011
Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	6	**16,544**	16,421	16,161	15,954	15,364
Other adjustments	7	**(3,505)**	(2,899)	(2,859)	(2,970)	(3,104)
Leverage ratio exposure	8	**$ 233,607**	$ 228,944	$ 222,825	$ 225,196	$ 224,923
LEVERAGE RATIO						
On-balance sheet exposures						
On-balance sheet items (excluding derivatives and SFTs and grandfathered securitization exposures but including collateral)	1	**$ 200,823**	$ 199,632	$ 191,868	$ 192,548	$ 192,819
(Asset amounts deducted in determining Basel III transitional Tier 1 capital)	2	**-**	-	-	-	-
Total on-balance sheet exposures excluding derivatives and SFTs	3	**200,823**	199,632	191,868	192,548	192,819
Derivative exposures						
Replacement cost associated with all derivatives transactions (net of eligible cash variation margin)	4	**2,778**	2,847	3,964	3,867	3,310
Add-on amounts for potential future exposures (PFE) associated with all derivatives transactions	5	**2,063**	1,890	2,108	1,983	1,774
Gross up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting standard	6	**-**	-	-	-	-
(Deductions of receivables assets for cash variation margin provided in derivative transactions)	7	**-**	-	-	-	-
(Exempted central counterparty-leg of client cleared trade exposures)	8	**-**	-	-	-	-
Adjusted effective notional amount of written credit derivatives	9	**-**	-	-	-	-
(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	10	**-**	-	-	-	-
Total exposures on derivative	11	**4,841**	4,737	6,072	5,850	5,084
Securities financing transaction exposures						
Gross SFT assets recognized for accounting purposes (with no recognition of netting), after adjusting for sale accounting transactions	12	**10,423**	7,260	7,825	10,024	10,645
(Netted amounts of cash payables and cash receivables of gross SFT assets)	13	**-**	-	-	-	-
Counterparty credit risk (CCR) exposure for SFT assets	14	**976**	894	899	820	1,011
Agent transaction exposures	15	**-**	-	-	-	-
Total exposures on securities financing transactions	16	**11,399**	8,154	8,724	10,844	11,656
Other off-balance sheet exposures						
Off-balance sheet exposure at gross notional amount	17	**89,941**	88,210	86,471	85,491	83,372
Adjustments for conversion to credit equivalent amounts	18	**(73,397)**	(71,789)	(70,310)	(69,537)	(68,008)
Total other off-balance sheet exposures	19	**16,544**	16,421	16,161	15,954	15,364
Total exposures	21	**$ 233,607**	$ 228,944	$ 222,825	$ 225,196	$ 224,923
Tier 1 capital – All-in basis	23	**$ 17,414**	$ 17,280	$ 17,371	$ 16,935	$ 16,226
Leverage ratio – All-in basis	26	**7.5%**	7.5%	7.8%	7.5%	7.2%

[1] Line numbers are in accordance with the "Leverage Ratio Disclosure Requirements" general instructions issued by the AMF.
[2] In force since January 1, 2015.

TABLE 9 - RISK-WEIGHTED ASSETS (RWA)

(in millions of dollars and as a percentage)	Internal Ratings-Based Approach		Standardized Approach		Total as at June 30, 2016				Risk-weighted assets			
	Exposure[1]	RWA	Exposure[1]	RWA	Exposure[1]	RWA	Capital requirement[2]	Average risk-weighting rate	Q1-2016	Q4-2015	Q3-2015	Q2-2015
Credit risk												
Sovereign borrowers	$ -	$ -	$ 1,084	$ 3	$ 1,084	$ 3	$ -	-%	$ 3	$ -	$ -	$ -
Financial institutions	-	-	5,716	1,180	5,716	1,180	94	21	1,265	1,393	1,286	1,209
Businesses	-	-	46,774	37,240	46,774	37,240	2,980	80	38,375	37,392	36,682	35,976
SMEs similar to other retail client exposures	-	-	7,242	4,651	7,242	4,651	372	64	3,403	3,383	3,451	3,425
Mortgages	92,558	7,368	119	36	92,677	7,404	592	8	7,512	7,420	7,277	6,985
Other retail client exposures (excluding SMEs)	8,061	2,905	175	132	8,236	3,037	243	37	2,910	2,859	2,849	2,712
Qualifying-revolving retail client exposures	35,627	8,738	-	-	35,627	8,738	699	25	8,591	8,622	8,518	8,376
Sub-total - Credit risk	136,246	19,011	61,110	43,242	197,356	62,253	4,980	32	62,059	61,069	60,063	58,683
Counterparty and issuer risk												
Sovereign borrowers	-	-	14,246	-	14,246	-	-	-	-	-	-	-
Financial institutions	-	-	3,712	759	3,712	759	61	20	745	561	626	638
Businesses	-	-	1,169	871	1,169	871	70	75	855	776	601	826
Securitization	-	-	1,999	921	1,999	921	73	46	937	1,043	1,047	985
Equities	-	-	236	236	236	236	19	100	156	95	128	143
Trading portfolios	-	-	1,092	284	1,092	284	23	26	362	308	380	383
Credit valuation adjustment charge	-	-	-	-	-	900	72	-	810	912	876	946
Additional requirements related to the banking and trading portfolio	-	-	-	-	23	2	-	-	1	-	1	2
Sub-total - counterparty and issuer risk	-	-	22,454	3,071	22,477	3,973	318	18	3,866	3,695	3,659	3,923
Other assets[3]	-	-	-	-	17,761	9,156	733	52	9,026	8,957	8,680	8,561
Scaling factors[4]	-	1,141	-	-	-	1,141	91	-	1,131	1,124	1,108	1,073
Total - Credit risk	136,246	20,152	83,564	46,313	237,594	76,523	6,122	32	76,082	74,845	73,510	72,240
Interest rate position risk	-	-	-	1,992	-	1,992	159	-	1,817	2,006	2,197	2,378
Foreign exchange risk	-	-	-	215	-	215	17	-	169	83	129	87
Additional requirements related to other risks[5]	-	-	-	111	-	111	9	-	215	68	84	71
Total - Market risk	-	-	-	2,318	-	2,318	185	-	2,201	2,157	2,410	2,536
Operational risk[6]	-	-	-	-	-	13,215	1,057	-	13,112	13,032	12,969	12,996
Total risk-weighted assets before threshold	$ 136,246	$ 20,152	$ 83,564	$ 48,631	$ 237,594	$ 92,056	$ 7,364	-%	$ 91,395	$ 90,034	$ 88,889	$ 87,772
Risk-weighted assets after the transitional provisions for the CVA charge[7]												
RWA for Tier 1A capital	-	-	-	-	-	91,731	7,339	-	91,102	89,706	88,573	87,431
RWA for Tier 1 capital	-	-	-	-	-	91,794	7,344	-	91,159	89,769	88,635	87,497
RWA for total capital	-	-	-	-	-	91,848	7,348	-	91,207	89,824	88,687	87,554
Transitional threshold adjustment[8]	-	-	-	-	-	17,955	1,436	-	18,124	18,778	18,188	13,809
Total risk-weighted assets	$ 136,246	$ 20,152	$ 83,564	$ 48,631	$ 237,594	$ 109,686	$ 8,775	-%	$ 109,226	$ 108,484	$ 106,761	$ 101,240

(1) Net exposure after credit risk mitigation (net of specific allowances under the Standardized Approach but not under the Internal Ratings-Based Approach, in accordance with the AMF guideline).

(2) The capital requirement represents 8% of risk-weighted assets.

(3) Other assets are measured using a method other than the Standardized Approach or the Internal Ratings-Based Approach. Other assets include the portion of investments in components that are deconsolidated for regulatory capital purposes (mainly Desjardins Financial Corporation Inc.), below a certain threshold, the portion of investments in associates below a certain threshold, as well as the portion of other deferred tax assets below a certain threshold. These three items are weighted at 250% and the deducted portion (above a certain threshold) is weighted at 0%. This class excludes the CVA charge and the additional requirements related to the banking and trading portfolio, which are disclosed in the counterparty and issuer risk section.

(4) The scaling factor is a 6% calibration of risk-weighted assets measured using the Internal Ratings-Based Approach for credit exposures in accordance with Section 1.3 of the AMF guideline.

(5) Other risks include equities risk, commodities risk and options risk.

(6) The Basic Indicator Approach was used to assess operational risk.

(7) The scaling factors used to take into account the requirements for the CVA charge have been applied gradually in calculating the Tier 1A capital ratio, the Tier 1 capital and the total capital ratio since January 1, 2014. They respectively stand at 64%, 71% and 77%. They will reach 100% for each tier by 2019.

(8) As prescribed in Section 1.6 of the AMF guideline. In Since 2014, this threshold is presented to take into account risk-weighted assets after the transitional provisions for the CVA for applicable to Tier 1A capital.

TABLE 10 – CHANGE IN RISK-WEIGHTED ASSETS[1]

(in millions of dollars)	For the three-month periods ended								
	June 30, 2016			March 31, 2016			December 31, 2015		
	Credit risk other than counterparty and issuer risk	**Counterparty and issuer risk**	**Total**	Credit risk other than counterparty and issuer risk	Counterparty and issuer risk	Total	Credit risk other than counterparty and issuer risk	Counterparty and issuer risk	Total
Credit risk									
Risk-weighted assets at beginning of period[2]	**$ 72,246**	**$ 3,543**	**$ 75,789**	$ 71,150	$ 3,367	$ 74,517	$ 69,852	$ 3,342	$ 73,194
Size of portfolio[3]	**668**	**37**	**705**	953	364	1,317	1,049	113	1,162
Quality of portfolio[4]	**(213)**	**70**	**(143)**	263	(188)	75	(100)	(88)	(188)
Updating of models[5]	**-**	**-**	**-**	-	-	-	240	-	240
Procedures and policies[6]	**(136)**	**-**	**(136)**	13	-	13	31	-	31
Acquisitions and transfers	**-**	**-**	**-**	-	-	-	-	-	-
Change in exchange rates	**(16)**	**-**	**(16)**	(133)	-	(133)	78	-	78
Other	**-**	**-**	**-**	-	-	-	-	-	-
Total changes in risk-weighted assets	**303**	**107**	**410**	1,096	176	1,272	1,298	25	1,323
Risk-weighted assets at end of period	**$ 72,549**	**$ 3,650**	**$ 76,199**	$ 72,246	$ 3,543	$ 75,789	$ 71,150	$ 3,367	$ 74,517

(in millions of dollars)	For the three-month periods ended					
	September 30, 2015			June 30, 2015		
	Credit risk other than counterparty and issuer risk	Counterparty and issuer risk	Total	Credit risk other than counterparty and issuer risk	Counterparty and issuer risk	Total
Credit risk						
Risk-weighted assets at beginning of period[2]	$ 68,318	$ 3,581	$ 71,899	$ 66,762	$ 5,368	$ 72,130
Size of portfolio[3]	769	(462)	307	1,760	(778)	982
Quality of portfolio[4]	404	229	633	(106)	(347)	(453)
Updating of models[5]	-	-	-	-	-	-
Procedures and policies[6]	-	-	-	(72)	(659)	(731)
Acquisitions and transfers	246	(6)	240	-	-	-
Change in exchange rates	115	-	115	(25)	(3)	(28)
Other	-	-	-	(1)	-	(1)
Total changes in risk-weighted assets	1,534	(239)	1,295	1,556	(1,787)	(231)
Risk-weighted assets at end of period	$ 69,852	$ 3,342	$ 73,194	$ 68,318	$ 3,581	$ 71,899

Footnotes to this table are presented on the next page.

TABLE 10 – CHANGE IN RISK-WEIGHTED ASSETS[1] (continued)

		For the three-month periods ended			
(in millions of dollars)	**June 30, 2016**	March 31, 2016	December 31, 2015	September 30, 2015	June 30, 2015
Market risk					
Risk-weighted assets at beginning of period	**$ 2,201**	$ 2,157	$ 2,410	$ 2,536	$ 4,350
Change in risk level[7]	**117**	44	(253)	(126)	(133)
Updating of models[5]	**-**	-	-	-	-
Procedures and policies[6]	**-**	-	-	-	(1,681)
Acquisitions and transfers	**-**	-	-	-	-
Change in exchange rates	**-**	-	-	-	-
Other	**-**	-	-	-	-
Total changes in risk-weighted assets	**117**	44	(253)	(126)	(1,814)
Risk-weighted assets at end of period	**$ 2,318**	$ 2,201	$ 2,157	$ 2,410	$ 2,536
Operational risk					
Risk-weighted assets at beginning of the period	**$ 13,112**	$ 13,032	$ 12,969	$ 12,996	$ 12,821
Revenue generated	**103**	80	63	165	175
Acquisitions and transfers	**-**	-	-	(192)	-
Total changes in risk-weighted assets	**103**	80	63	(27)	175
Risk-weighted assets at end of period	**$ 13,215**	$ 13,112	$ 13,032	$ 12,969	$ 12,996
Transitional threshold adjustment					
Risk-weighted assets at beginning of the period	**$ 18,124**	$ 18,778	$ 18,188	$ 13,809	$ 6,653
Size of portfolio[3]	**(421)**	(109)	815	2,890	5,244
Quality of portfolio[4]	**92**	(424)	51	(398)	491
Updating of models[5]	**-**	-	(271)	-	-
Procedures and policies[6]	**159**	(121)	(5)	-	1,421
Acquisitions and transfers	**-**	-	-	1,884	-
Change in exchange rates	**1**	-	-	3	(1)
Other	**-**	-	-	-	1
Total changes in risk-weighted assets	**(169)**	(654)	590	4,379	7,156
Risk-weighted assets at end of year	**$ 17,955**	$ 18,124	$ 18,778	$ 18,188	$ 13,809

[1] Risk-weighted assets account for the transitional provision for to the CVA applicable to Tier 1A capital.
[2] A reclassification between “Credit risk other than counterparty and issuer risk” and “Counterparty and issuer risk” has occurred as of the second quarter of 2015. Prior period data were not restated.
[3] Increase or decrease in underlying risk exposure.
[4] Change in risk mitigation factors and portfolio quality.
[5] Changes in risk parameters and models.
[6] Regulatory changes and developments in the regulatory capital calculation method.
[7] Change in risk levels and change in exchange rates, which are not considered to be material.

TABLE 11 – DETAILS OF THE CREDIT PORTFOLIO SUBJECT TO THE INTERNAL RATING-BASED APPROACH
Used exposure

(in millions of dollars and as a percentage)	As at June 30, 2016							As at March 31, 2016						
	EAD-weighted average PD	**EAD-weighted average LGD**	**EAD**	**RWA**	**RWA as a percentage of EAD[1]**	**EL**	**RWA adjusted for EL, as a percentage of EAD[1][2]**	EAD-weighted average PD	EAD-weighted average LGD	EAD	RWA	RWA as a percentage of EAD[1]	EL	RWA adjusted for EL, as a percentage of EAD[1][2]
Exposures related to residential mortgage loans														
Excellent	**0.05%**	**14.50%**	**$ 27,417**	**$ 550**	**2.01%**	**$ 2.0**	**2.10%**	0.05%	14.49%	$ 26,816	$ 538	2.01%	$ 1.9	2.10%
Very low	**0.10**	**14.22**	**22,839**	**771**	**3.38**	**3.2**	**3.55**	0.10	14.25	21,951	743	3.38	3.0	3.56
Low	**0.23**	**13.86**	**17,253**	**1,066**	**6.17**	**5.5**	**6.57**	0.23	13.85	16,787	1,035	6.16	5.3	6.56
Medium-low	**0.52**	**13.60**	**10,076**	**1,098**	**10.90**	**7.1**	**11.78**	0.52	13.63	9,960	1,087	10.92	7.1	11.81
Medium	**1.11**	**13.65**	**4,397**	**806**	**18.34**	**6.7**	**20.23**	1.11	13.70	4,446	818	18.40	6.8	20.30
Medium-high	**2.42**	**13.70**	**2,670**	**802**	**30.05**	**8.9**	**34.19**	2.42	13.63	2,759	825	29.90	9.1	34.02
High	**5.45**	**13.59**	**1,130**	**529**	**46.79**	**8.4**	**56.05**	5.46	13.54	1,190	555	46.61	8.8	55.84
Very high	**20.95**	**13.10**	**837**	**622**	**74.32**	**22.9**	**108.62**	20.95	13.22	961	721	74.98	26.6	109.59
Default	**100.00**	**12.62**	**521**	**744**	**142.80**	**14.2**	**176.76**	100.00	12.68	545	787	144.41	14.0	176.24
Total	**1.15**	**14.09**	**87,140**	**6,988**	**8.02**	**78.9**	**9.15**	1.23	14.09	85,415	7,109	8.32	82.6	9.53
Qualifying revolving retail client exposures														
Excellent	**0.17**	**81.12**	**1,355**	**107**	**7.90**	**2.0**	**9.78**	0.16	80.29	1,264	96	7.63	1.8	9.44
Very low	**0.26**	**74.19**	**1,137**	**116**	**10.18**	**2.4**	**12.81**	0.25	73.39	1,081	106	9.81	2.2	12.34
Low	**0.42**	**74.91**	**1,189**	**179**	**15.08**	**4.0**	**19.27**	0.42	74.59	1,151	171	14.89	3.8	19.02
Medium-low	**0.84**	**80.47**	**1,595**	**436**	**27.32**	**11.0**	**35.96**	0.84	80.45	1,613	441	27.31	11.1	35.94
Medium	**1.53**	**81.00**	**1,866**	**802**	**42.95**	**23.3**	**58.55**	1.53	80.88	1,906	817	42.87	23.8	58.44
Medium-high	**2.93**	**72.70**	**2,125**	**1,306**	**61.40**	**45.2**	**88.01**	2.93	72.66	2,097	1,289	61.37	44.7	87.97
High	**5.82**	**62.60**	**558**	**468**	**84.01**	**20.3**	**129.53**	5.83	62.56	506	425	84.00	18.4	129.53
Very high	**21.69**	**53.10**	**573**	**823**	**143.63**	**66.1**	**287.68**	21.71	53.28	545	785	144.17	63.0	288.84
Default	**100.00**	**54.23**	**68**	**389**	**575.61**	**8.2**	**726.35**	100.00	53.87	76	437	577.42	8.7	721.69
Total	**3.24**	**75.14**	**10,466**	**4,626**	**44.19**	**182.5**	**65.99**	3.29	74.98	10,239	4,567	44.60	177.5	66.27
Other retail client exposures, excluding SMEs similar to the other retail client exposures														
Excellent	**0.05**	**42.36**	**365**	**24**	**6.61**	**0.1**	**6.90**	0.05	42.04	363	24	6.54	0.1	6.82
Very low	**0.10**	**37.10**	**1,009**	**93**	**9.25**	**0.4**	**9.71**	0.10	36.90	963	88	9.18	0.4	9.64
Low	**0.23**	**34.08**	**1,489**	**221**	**14.83**	**1.1**	**15.78**	0.23	33.08	1,449	208	14.38	1.1	15.30
Medium-low	**0.53**	**32.67**	**1,374**	**314**	**22.84**	**2.2**	**24.80**	0.53	31.38	1,409	310	22.01	2.1	23.90
Medium	**1.06**	**36.77**	**983**	**350**	**35.58**	**3.3**	**39.79**	1.07	35.57	997	343	34.43	3.2	38.50
Medium-high	**1.82**	**48.49**	**1,641**	**966**	**58.90**	**13.1**	**68.91**	1.85	47.85	1,625	945	58.20	12.9	68.13
High	**4.93**	**48.01**	**658**	**463**	**70.38**	**14.7**	**98.32**	5.01	46.27	546	371	67.88	11.9	95.02
Very high	**20.59**	**33.94**	**299**	**223**	**74.47**	**19.6**	**156.51**	20.67	33.53	322	238	73.70	21.0	155.09
Default	**100.00**	**58.98**	**52**	**211**	**406.14**	**16.0**	**790.07**	100.00	59.20	52	215	414.80	16.4	812.08
Total	**2.52**	**39.27**	**7,870**	**2,865**	**36.41**	**70.5**	**47.60**	2.57	38.22	7,726	2,742	35.49	69.1	46.67
Overall total	**1.46%**	**22.03%**	**$ 105,476**	**$ 14,479**	**13.73%**	**$ 331.9**	**17.66%**	1.54%	21.93%	$ 103,380	$ 14,418	13.95%	$ 329.2	17.93%

Footnote to this table is presented on page 22.

TABLE 11 – DETAILS OF THE CREDIT PORTFOLIO SUBJECT TO THE INTERNAL RATING-BASED APPROACH (continued)

Used exposure

(in millions of dollars and as a percentage)	As at December 31, 2015							As at September 30, 2015						
	EAD-weighted average PD	EAD-weighted average LGD	EAD	RWA	RWA as a percentage of EAD[1]	EL	RWA adjusted for EL, as a percentage of EAD[1][2]	EAD-weighted average PD	EAD-weighted average LGD	EAD	RWA	RWA as a percentage of EAD[1]	EL	RWA adjusted for EL, as a percentage of EAD[1][2]
Exposures related to residential mortgage loans														
Excellent	0.05%	14.44%	$ 26,638	$ 533	2.00%	$ 1.9	2.09%	0.05%	14.19%	$ 24,579	$ 483	1.96%	$ 1.7	2.05%
Very low	0.10	14.19	21,951	740	3.37	3.1	3.55	0.10	13.89	21,545	711	3.30	3.0	3.47
Low	0.23	13.79	16,743	1,028	6.14	5.3	6.54	0.23	13.43	17,265	1,032	5.98	5.3	6.36
Medium-low	0.52	13.58	9,810	1,068	10.89	6.9	11.77	0.52	13.07	10,537	1,104	10.47	7.2	11.32
Medium	1.11	13.69	4,427	814	18.40	6.7	20.30	1.11	13.11	4,735	834	17.61	6.9	19.43
Medium-high	2.42	13.66	2,818	845	29.98	9.3	34.12	2.42	13.13	2,933	845	28.81	9.3	32.79
High	5.45	13.38	1,210	558	46.06	8.8	55.18	5.45	12.91	1,245	553	44.44	8.8	53.24
Very high	20.95	13.12	947	705	74.42	26.1	108.77	20.95	12.59	936	668	71.40	24.6	104.36
Default	100.00	12.41	524	737	140.85	13.8	173.62	100.00	11.82	485	644	132.79	13.3	166.93
Total	1.21	14.04	85,068	7,028	8.26	81.9	9.46	1.19	13.67	84,260	6,874	8.16	80.1	9.35
Qualifying revolving retail client exposures														
Excellent	0.17	80.81	1,342	105	7.82	2.0	9.67	0.16	80.48	1,275	99	7.76	1.9	9.60
Very low	0.25	73.78	1,121	113	10.05	2.3	12.64	0.25	73.65	1,110	111	10.01	2.3	12.59
Low	0.42	74.73	1,187	178	15.00	4.0	19.17	0.42	74.46	1,184	176	14.88	3.9	19.01
Medium-low	0.84	80.78	1,665	458	27.52	11.6	36.23	0.84	80.57	1,719	471	27.41	11.9	36.08
Medium	1.53	80.94	1,917	823	42.92	23.9	58.50	1.53	80.82	1,900	814	42.83	23.6	58.38
Medium-high	2.93	72.68	2,085	1,280	61.39	44.4	87.99	2.93	72.58	2,023	1,241	61.31	43.1	87.87
High	5.83	62.57	509	427	84.04	18.5	129.61	5.84	62.45	491	412	83.97	17.9	129.52
Very high	21.70	53.15	566	814	143.80	65.3	288.05	21.70	53.12	542	779	143.73	62.5	287.92
Default	100.00	54.11	74	429	580.79	8.6	725.78	100.00	54.21	72	409	569.43	9.3	732.04
Total	3.26	75.20	10,466	4,627	44.21	180.6	65.78	3.21	75.10	10,316	4,512	43.73	176.4	65.11
Other retail client exposures, excluding SMEs similar to other retail client exposures														
Excellent	0.05	41.97	359	24	6.56	0.1	6.84	0.05	42.59	338	22	6.62	0.1	6.91
Very low	0.10	36.45	980	89	9.07	0.4	9.53	0.10	37.31	926	86	9.29	0.3	9.76
Low	0.23	33.01	1,461	209	14.33	1.1	15.25	0.23	33.61	1,427	208	14.59	1.1	15.52
Medium-low	0.53	32.04	1,381	310	22.41	2.1	24.34	0.53	33.02	1,365	315	23.06	2.2	25.03
Medium	1.06	36.70	960	341	35.53	3.2	39.73	1.06	37.17	966	348	36.00	3.3	40.26
Medium-high	1.85	47.91	1,546	901	58.27	12.3	68.21	1.87	47.04	1,501	858	57.27	11.8	67.09
High	5.01	46.51	569	388	68.25	12.4	95.59	4.99	46.74	624	428	68.57	13.7	95.96
Very high	20.68	33.26	315	230	73.11	20.3	153.83	20.71	33.76	301	224	74.35	19.8	156.72
Default	100.00	58.91	50	203	406.72	16.4	818.01	100.00	59.12	48	189	391.08	16.7	825.04
Total	2.55	38.37	7,621	2,695	35.36	68.3	46.57	2.56	38.78	7,496	2,678	35.74	69.0	47.25
Overall total	1.52%	22.05%	$ 103,155	$ 14,350	13.91%	$ 330.8	17.92%	1.49%	21.72%	$ 102,072	$ 14,064	13.78%	$ 325.5	17.77%

Footnote to this table is presented on page 22.

TABLE 11 – DETAILS OF THE CREDIT PORTFOLIO SUBJECT TO THE INTERNAL RATING-BASED APPROACH (continued)
Used exposure

(in millions of dollars and as a percentage) — As at June 30, 2015

	EAD-weighted average PD	EAD-weighted average LGD	EAD	RWA	RWA as a percentage of EAD[1]	EL	RWA adjusted for EL, as a percentage of EAD[1][2]
Exposures related to residential mortgage loans							
Excellent	0.05%	14.22%	$ 25,011	$ 492	1.97%	$ 1.8	2.06%
Very low	0.10	13.82	21,650	711	3.28	3.0	3.46
Low	0.23	13.35	16,894	1,004	5.94	5.2	6.33
Medium-low	0.52	12.99	10,000	1,041	10.41	6.8	11.26
Medium	1.11	13.04	4,447	779	17.52	6.4	19.33
Medium-high	2.42	13.01	2,714	775	28.55	8.6	32.49
High	5.46	12.91	1,165	518	44.45	8.2	53.25
Very high	20.95	12.59	854	610	71.44	22.5	104.41
Default	100.00	11.68	508	669	131.70	12.6	162.79
Total	1.19	13.64	83,243	6,599	7.93	75.1	9.06
Qualifying revolving retail client exposures							
Excellent	0.17	80.72	1,305	103	7.85	1.9	9.71
Very low	0.26	73.90	1,113	113	10.17	2.3	12.80
Low	0.42	74.69	1,169	176	15.07	3.9	19.26
Medium-low	0.84	80.70	1,689	464	27.50	11.8	36.20
Medium	1.53	80.81	1,828	783	42.82	22.7	58.38
Medium-high	2.93	72.58	1,962	1,203	61.30	41.7	87.87
High	5.84	62.35	479	401	83.81	17.4	129.27
Very high	21.70	53.04	558	800	143.48	64.3	287.37
Default	100.00	54.31	69	393	568.58	9.3	737.25
Total	3.22	75.16	10,172	4,436	43.61	175.3	65.16
Other retail client exposures, excluding SMEs similar to other retail client exposures							
Excellent	0.05	42.45	366	24	6.57	0.1	6.85
Very low	0.10	37.61	947	89	9.35	0.4	9.82
Low	0.23	33.84	1,434	211	14.69	1.1	15.63
Medium-low	0.53	32.44	1,347	305	22.67	2.1	24.61
Medium	1.07	35.95	970	338	34.84	3.2	38.97
Medium-high	1.90	46.01	1,427	800	56.03	11.0	65.65
High	5.01	46.24	583	395	67.83	12.6	94.94
Very high	20.70	33.45	290	214	73.59	18.9	154.96
Default	100.00	58.42	54	173	322.35	21.2	817.00
Total	2.59	38.25	7,418	2,549	34.36	70.6	46.26
Overall total	1.50%	21.66%	$ 100,833	$ 13,584	13.47%	$ 321.0	17.45%

Footnote to this table is presented on page 22.

TABLE 11 – DETAILS OF THE CREDIT PORTFOLIO SUBJECT TO THE INTERNAL RATING-BASED APPROACH (continued)

Unused exposure and off-balance sheet exposure

(in millions of dollars and as a percentage)	As at June 30, 2016									As at March 31, 2016								
	EAD-weighted average PD	**EAD-weighted average LGD**	**Notional amount of unused commitments**	**EAD**	**EAD as a percentage of notional amount**	**RWA**	**RWA as a percentage of EAD[1]**	**EL**	**RWA adjusted for EL, as a percentage of EAD[1][2]**	EAD-weighted average PD	EAD-weighted average LGD	Notional amount of unused commitments	EAD	EAD as a percentage of notional amount	RWA	RWA as a percentage of EAD[1]	EL	RWA adjusted for EL, as a percentage of EAD[1][2]
Exposures related to residential mortgage loans																		
Excellent	**0.05%**	**17.67%**	**$ 7,190**	**$ 2,389**	**33.22%**	**$ 58**	**2.45%**	**$ 0.2**	**2.56%**	0.05%	17.58%	$ 6,929	$ 2,301	33.20%	$ 56	2.43%	$ 0.2	2.54%
Very low	**0.10**	**18.58**	**4,802**	**1,609**	**33.50**	**71**	**4.41**	**0.3**	**4.65**	0.10	18.55	4,589	1,530	33.35	67	4.41	0.3	4.64
Low	**0.23**	**20.21**	**2,485**	**838**	**33.73**	**76**	**8.99**	**0.4**	**9.57**	0.23	20.19	2,398	804	33.53	73	8.98	0.4	9.56
Medium-low	**0.52**	**21.83**	**1,023**	**347**	**33.90**	**61**	**17.49**	**0.4**	**18.91**	0.52	21.87	986	332	33.73	58	17.52	0.4	18.94
Medium	**1.11**	**21.85**	**400**	**136**	**34.12**	**40**	**29.35**	**0.3**	**32.38**	1.11	21.74	414	140	33.78	41	29.19	0.3	32.21
Medium-high	**2.42**	**23.60**	**206**	**70**	**33.91**	**36**	**51.77**	**0.4**	**58.91**	2.42	23.77	203	69	33.84	36	52.15	0.4	59.34
High	**5.45**	**28.18**	**50**	**17**	**34.65**	**17**	**97.02**	**0.3**	**116.22**	5.45	30.38	45	16	34.44	16	104.58	0.3	125.28
Very high	**20.94**	**30.96**	**32**	**11**	**34.42**	**19**	**175.64**	**0.7**	**256.68**	20.94	29.43	36	12	34.36	21	166.93	0.7	243.96
Default	**-**	**-**	**23**	**1**	**-**	**2**	**-**	**-**	**-**	-	-	-	-	-	-	-	-	-
Total	**0.26**	**18.84**	**16,211**	**5,418**	**33.42**	**380**	**7.01**	**3.0**	**7.71**	0.25	18.80	15,600	5,204	33.36	368	7.07	3.0	7.79
Qualifying revolving retail client exposures																		
Excellent	**0.20**	**81.02**	**20,397**	**14,441**	**70.80**	**1,247**	**8.65**	**23.7**	**10.70**	0.20	81.13	19,978	14,165	70.90	1,228	8.67	23.3	10.72
Very low	**0.31**	**79.29**	**5,047**	**3,660**	**72.52**	**460**	**12.56**	**9.7**	**15.88**	0.31	79.24	4,971	3,607	72.55	453	12.55	9.6	15.87
Low	**0.51**	**81.46**	**3,526**	**2,594**	**73.55**	**486**	**18.73**	**11.1**	**24.07**	0.50	81.31	3,419	2,514	73.52	469	18.65	10.7	23.97
Medium-low	**0.89**	**84.26**	**2,990**	**2,025**	**67.72**	**601**	**29.66**	**15.3**	**39.13**	0.89	84.16	3,010	2,035	67.63	602	29.60	15.4	39.04
Medium	**1.54**	**81.97**	**2,506**	**1,355**	**54.06**	**591**	**43.62**	**17.2**	**59.48**	1.54	81.95	2,518	1,361	54.07	594	43.61	17.2	59.47
Medium-high	**2.93**	**72.99**	**2,223**	**945**	**42.51**	**583**	**61.66**	**20.2**	**88.37**	2.93	72.98	2,171	923	42.54	569	61.66	19.7	88.37
High	**5.82**	**62.78**	**447**	**102**	**22.82**	**86**	**84.26**	**3.7**	**129.93**	5.85	62.69	325	76	23.39	64	84.37	2.8	130.17
Very high	**21.79**	**54.36**	**326**	**39**	**12.04**	**58**	**147.33**	**4.7**	**295.57**	21.85	54.91	239	31	12.92	46	148.96	3.7	299.14
Default	**-**	**-**	**19**	**-**	**-**	**-**	**-**	**-**	**-**	-	-	-	-	-	-	-	-	-
Total	**0.53**	**80.71**	**37,481**	**25,161**	**67.13**	**4,112**	**16.34**	**105.6**	**21.59**	0.52	80.77	36,631	24,712	67.46	4,025	16.29	102.4	21.47
Other retail client exposures, excluding SMEs similar to other retail client exposures																		
Excellent	**0.07**	**46.36**	**147**	**55**	**37.66**	**5**	**9.79**	**-**	**10.32**	0.06	44.60	141	52	37.01	5	8.69	-	9.15
Very low	**0.11**	**41.45**	**173**	**59**	**35.00**	**7**	**11.60**	**-**	**12.25**	0.11	40.37	159	56	34.79	6	10.78	-	11.36
Low	**0.27**	**45.84**	**109**	**39**	**35.28**	**8**	**23.57**	**0.1**	**25.27**	0.25	42.20	110	37	33.88	6	20.08	-	21.43
Medium-low	**0.62**	**54.32**	**63**	**22**	**34.10**	**10**	**43.99**	**0.1**	**48.24**	0.61	53.36	64	21	33.59	8	42.78	0.1	46.86
Medium	**1.34**	**50.47**	**28**	**10**	**33.75**	**6**	**57.73**	**0.1**	**66.26**	1.33	52.39	23	8	33.39	5	59.63	0.1	68.34
Medium-high	**2.89**	**40.33**	**14**	**5**	**33.84**	**3**	**55.96**	**0.1**	**70.54**	2.89	36.08	15	5	33.88	3	50.07	0.1	63.11
High	**6.44**	**41.82**	**2**	**1**	**31.81**	**1**	**63.52**	**-**	**97.12**	6.48	39.57	3	1	33.75	1	60.17	-	92.21
Very high	**22.50**	**48.67**	**1**	**-**	**39.63**	**-**	**113.59**	**-**	**250.46**	22.49	47.82	2	1	34.74	1	111.60	0.1	246.05
Default	**100.00**	**67.25**	**1**	**-**	**0.11**	**-**	**717.00**	**-**	**852.94**	-	-	-	-	-	-	-	-	-
Total	**0.38**	**45.65**	**538**	**191**	**35.53**	**40**	**20.93**	**0.4**	**23.26**	0.43	43.92	517	181	34.96	35	19.73	0.4	22.21
Overall total	**0.48%**	**69.60%**	**$ 54,230**	**$ 30,770**	**56.74%**	**$ 4,532**	**14.73%**	**$ 109.0**	**19.16%**	0.47%	69.84%	$ 52,748	$ 30,097	57.06%	$ 4,428	14.71%	$ 105.8	19.11%

Footnote to this table is presented on page 22.

TABLE 11 – DETAILS OF THE CREDIT PORTFOLIO SUBJECT TO THE INTERNAL RATING-BASED APPROACH (continued)

Unused exposure and off-balance sheet exposure

(in millions of dollars and as a percentage)	As at December 31, 2015									As at September 30, 2015								
	EAD-weighted average PD	EAD-weighted average LGD	Notional amount of unused commitments	EAD	EAD as a percentage of notional amount	RWA	RWA as a percentage of EAD[1]	EL	RWA adjusted for EL, as a percentage of EAD[1][2]	EAD-weighted average PD	EAD-weighted average LGD	Notional amount of unused commitments	EAD	EAD as a percentage of notional amount	RWA	RWA as a percentage of EAD[1]	EL	RWA adjusted for EL, as a percentage of EAD[1][2]
Exposures related to residential mortgage loans																		
Excellent	0.05%	17.48%	$ 6,701	$ 2,224	33.20%	$ 54	2.42%	$ 0.2	2.53%	0.05%	17.38%	$ 6,141	$ 2,042	33.23%	$ 49	2.41%	$ 0.2	2.51%
Very low	0.10	18.43	4,479	1,495	33.38	65	4.38	0.3	4.61	0.10	18.14	4,477	1,499	33.49	65	4.31	0.3	4.54
Low	0.23	19.87	2,337	787	33.65	69	8.84	0.4	9.42	0.23	19.45	2,443	823	33.70	70	8.65	0.3	9.21
Medium-low	0.52	21.35	956	323	33.77	55	17.11	0.4	18.49	0.52	21.02	1,029	349	33.94	59	16.85	0.4	18.21
Medium	1.11	21.44	395	134	33.92	39	28.79	0.3	31.76	1.11	21.15	401	136	33.95	39	28.41	0.3	31.34
Medium-high	2.42	23.15	206	70	34.01	36	50.77	0.4	57.77	2.42	22.52	215	74	34.43	37	49.40	0.4	56.22
High	5.45	27.75	49	17	34.48	16	95.51	0.3	114.41	5.45	27.72	50	17	34.94	17	95.41	0.3	114.30
Very high	20.94	28.20	36	12	34.40	20	159.98	0.6	233.79	20.94	28.44	32	11	35.49	18	161.34	0.7	235.80
Default	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	0.25	18.62	15,159	5,062	33.40	354	7.00	2.9	7.71	0.26	18.45	14,788	4,951	33.48	354	7.15	2.9	7.87
Qualifying revolving retail client exposures																		
Excellent	0.20	81.18	19,163	13,601	70.97	1,176	8.66	22.4	10.71	0.20	81.25	18,674	13,259	71.01	1,152	8.68	21.9	10.75
Very low	0.31	79.08	4,883	3,539	72.47	441	12.47	9.3	15.76	0.31	78.99	4,933	3,574	72.45	445	12.45	9.4	15.73
Low	0.50	81.01	3,263	2,391	73.28	442	18.47	10.1	23.73	0.50	80.82	3,332	2,440	73.24	448	18.38	10.2	23.61
Medium-low	0.89	84.12	2,923	1,978	67.68	585	29.58	14.9	39.01	0.89	84.03	3,040	2,056	67.64	607	29.52	15.5	38.94
Medium	1.54	81.87	2,419	1,309	54.11	570	43.55	16.6	59.38	1.54	81.85	2,467	1,336	54.14	582	43.54	16.9	59.36
Medium-high	2.93	73.01	2,547	1,082	42.49	668	61.68	23.1	88.40	2.93	72.99	2,542	1,080	42.49	666	61.66	23.0	88.38
High	5.84	62.71	339	79	23.31	67	84.36	2.9	130.15	5.86	62.66	305	73	23.79	61	84.49	2.7	130.41
Very high	21.84	54.75	241	31	12.75	46	148.51	3.7	298.17	21.84	54.74	241	31	12.70	45	148.48	3.7	298.10
Default	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	0.54	80.67	35,778	24,010	67.11	3,995	16.64	103.0	22.00	0.55	80.68	35,534	23,849	67.12	4,006	16.80	103.3	22.21
Other retail client exposures, excluding SMEs similar to other retail client exposures																		
Excellent	0.06	43.18	137	51	36.61	4	8.13	-	8.55	0.06	44.20	134	49	36.59	4	8.32	-	8.76
Very low	0.11	41.49	167	57	34.80	7	11.38	-	12.00	0.11	39.87	155	55	34.68	6	10.70	-	11.28
Low	0.25	45.12	105	36	34.00	8	21.58	-	23.03	0.25	43.33	114	38	33.68	8	20.44	-	21.81
Medium-low	0.60	51.18	57	19	33.36	7	40.76	0.1	44.61	0.60	58.52	109	36	33.01	17	46.66	0.2	51.08
Medium	1.33	47.53	23	8	33.52	4	54.14	-	62.07	1.34	50.23	23	8	33.67	4	57.36	0.1	65.80
Medium-high	2.89	37.49	16	5	33.99	3	52.02	0.1	65.57	2.89	37.83	15	5	34.58	3	52.50	0.1	66.20
High	6.46	31.32	3	1	33.90	-	47.58	-	72.77	6.48	38.34	3	1	34.71	1	58.30	-	89.35
Very high	22.49	45.95	2	1	34.11	1	107.22	0.1	236.39	22.50	50.70	1	-	39.60	-	118.33	-	260.91
Default	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	0.41	43.83	510	178	34.88	34	19.18	0.3	21.48	0.42	45.53	554	192	34.57	43	22.25	0.4	24.79
Overall total	0.49%	69.71%	$ 51,447	$ 29,250	56.85%	$ 4,383	14.99%	$ 106.2	19.52%	0.50%	69.82%	$ 50,876	$ 28,992	56.99%	$ 4,403	15.19%	$ 106.6	19.78%

Footnote to this table is presented on page 22.

TABLE 11 – DETAILS OF THE CREDIT PORTFOLIO SUBJECT TO THE INTERNAL RATING-BASED APPROACH (continued)

Unused exposure and off-balance sheet exposure

(in millions of dollars and as a percentage)	As at June 30, 2015								
	EAD-weighted average PD	EAD-weighted average LGD	Notional amount of unused commitments	EAD	EAD as a percentage of notional amount	RWA	RWA as a percentage of EAD[1]	EL	RWA adjusted for EL, as a percentage of EAD[1][2]
Exposures related to residential mortgage loans									
Excellent	0.05%	17.22%	$ 6,100	$ 2,028	33.26%	$ 50	2.38%	$ 0.2	2.49%
Very low	0.10	17.98	4,349	1,457	33.51	62	4.27	0.3	4.50
Low	0.23	19.09	2,353	794	33.74	67	8.50	0.3	9.05
Medium-low	0.52	20.64	962	326	33.92	54	16.54	0.4	17.88
Medium	1.11	20.69	382	130	33.90	36	27.78	0.3	30.65
Medium-high	2.42	21.81	195	67	34.40	32	47.83	0.4	54.43
High	5.45	25.79	46	16	34.78	14	88.79	0.2	106.36
Very high	20.94	27.98	27	10	35.52	15	158.69	0.5	231.91
Default	-	-	-	-	-	-	-	-	-
Total	0.25	18.19	14,414	4,828	33.50	330	6.83	2.6	7.49
Qualifying revolving retail client exposures									
Excellent	0.19	81.14	18,449	13,095	70.98	1,132	8.64	21.7	10.70
Very low	0.31	78.82	4,840	3,505	72.42	433	12.36	9.1	15.62
Low	0.50	80.93	3,283	2,408	73.36	444	18.44	10.1	23.68
Medium-low	0.89	84.07	2,935	1,985	67.64	587	29.55	15.0	38.97
Medium	1.54	81.82	2,338	1,266	54.12	551	43.52	16.0	59.34
Medium-high	2.93	73.03	2,614	1,110	42.45	685	61.70	23.7	88.43
High	5.86	62.55	318	75	23.63	63	84.27	2.7	130.04
Very high	21.82	54.88	243	30	12.49	45	148.82	3.6	298.73
Default	-	-	-	-	-	-	-	-	-
Total	0.55	80.58	35,020	23,474	67.03	3,940	16.78	101.9	22.21
Other retail client exposures, excluding SMEs similar to other retail client exposures									
Excellent	0.06	44.10	133	49	36.73	4	8.43	-	8.87
Very low	0.11	40.15	157	55	34.79	6	10.79	-	11.37
Low	0.25	41.21	105	35	33.76	7	19.66	-	20.98
Medium-low	0.61	51.76	59	20	33.67	8	41.59	0.2	45.57
Medium	1.34	51.12	31	10	34.14	6	58.51	0.1	67.16
Medium-high	2.89	36.54	12	4	33.57	2	50.69	-	63.89
High	6.48	43.46	3	1	36.04	1	66.09	-	101.29
Very high	22.49	54.54	1	-	35.09	-	127.26	-	280.55
Default	-	-	-	-	-	-	-	-	-
Total	0.40	43.42	501	174	34.89	34	19.74	0.3	22.10
Overall total	0.50%	69.78%	$ 49,935	$ 28,476	57.03%	$ 4,304	15.11%	$ 104.8	19.71%

(1) Amounts have been revised to make them comparable as per the current presentation, following a methodology refinement.
(2) Risk-weighted assets adjusted for expected losses as a percentage of exposure at default is calculated as follows: (RWA + 12.5 × EL) / EAD.

RISK MANAGEMENT

TABLE 12 - LOAN PORTFOLIO BY PRODUCT

(in millions of dollars and as a percentage)	As at June 30, 2016						As at March 31, 2016					
	Total		Guaranteed or insured loans[1]		Gross impaired loans		Total		Guaranteed or insured loans[1]		Gross impaired loans	
Desjardins Group												
Residential mortgages	**$ 104,977**	**64.3%**	**$ 33,528**	**77.3%**	**$ 199**	**35.1%**	$ 102,992	64.2%	$ 33,064	76.7%	$ 210	37.2%
Consumer, credit card and other personal loans	**21,486**	**13.2**	**3,629**	**8.4**	**93**	**16.4**	21,115	13.1	3,769	8.7	90	16.0
Business and government loans	**36,682**	**22.5**	**6,212**	**14.3**	**275**	**48.5**	36,485	22.7	6,307	14.6	264	46.8
Total	**$ 163,145**	**100.0%**	**$ 43,369**	**100.0%**	**$ 567**	**100.0%**	$ 160,592	100.0%	$ 43,140	100.0%	$ 564	100.0%

	As at December 31, 2015						As at September 30, 2015					
Desjardins Group												
Residential mortgages	$ 102,323	63.9%	$ 33,285	75.0%	$ 182	33.6%	$ 101,420	64.4%	$ 33,176	76.6%	$ 165	29.4%
Consumer, credit card and other personal loans	21,204	13.3	3,743	8.4	99	18.3	21,049	13.4	3,730	8.6	98	17.5
Business and government loans	36,433	22.8	7,386	16.6	260	48.1	34,915	22.2	6,386	14.8	298	53.1
Total	$ 159,960	100.0%	$ 44,414	100.0%	$ 541	100.0%	$ 157,384	100.0%	$ 43,292	100.0%	$ 561	100.0%

	As at June 30, 2015					
Desjardins Group						
Residential mortgages	$ 100,187	64.4%	$ 33,386	76.3%	$ 154	29.1%
Consumer, credit card and other personal loans	20,854	13.4	3,834	8.8	106	20.1
Business and government loans	34,636	22.2	6,500	14.9	268	50.8
Total	$ 155,677	100.0%	$ 43,720	100.0%	$ 528	100.0%

[1] Loans fully or partially guaranteed or insured by a public insurer or a government (excluding private insurers).

TABLE 13 - LOAN PORTFOLIO BY ENTITY

(in millions of dollars and as a percentage)	As at June 30, 2016		As at March 31, 2016		As at December 31, 2015		As at September 30, 2015		As at June 30, 2015	
	Total		Total		Total		Total		Total	
Desjardins Group										
Caisse network	**$ 135,734**	**83.3%**	$ 134,001	83.5%	$ 133,056	83.2%	$ 131,730	83.7%	$ 130,367	83.7%
Card and payment services	**14,426**	**8.8**	13,729	8.5	13,790	8.6	13,460	8.6	13,044	8.4
Caisse centrale Desjardins	**9,678**	**5.9**	9,615	6.0	9,871	6.2	8,960	5.7	9,008	5.8
Desjardins Financial Security Life Assurance Company	**3,066**	**1.9**	3,058	1.9	3,058	1.9	3,044	1.9	3,064	2.0
Other entities	**241**	**0.1**	189	0.1	185	0.1	190	0.1	194	0.1
Total	**$ 163,145**	**100.0%**	$ 160,592	100.0%	$ 159,960	100.0%	$ 157,384	100.0%	$ 155,677	100.0%

TABLE 14 - PERSONAL RESIDENTIAL MORTGAGE LOAN PORTFOLIO[1]

Caisse network in Quebec and Ontario[2]

(in millions of dollars and as a percentage)	As at June 30, 2016								As at March 31, 2016							
	Guaranteed or insured loans[3]		**Uninsured loans[4]**		**Home equity lines of credit[5]**		**Total**		Guaranteed or insured loans[3]		Uninsured loans[4]		Home equity lines of credit[5]		Total	
Quebec	**$ 25,798**	**97.1%**	**$ 53,554**	**96.8%**	**$ 6,874**	**95.1%**	**$ 86,226**	**96.7%**	$ 25,523	97.0%	$ 52,174	96.7%	$ 6,914	95.2%	$ 84,611	96.7%
Ontario	**771**	**2.9**	**1,715**	**3.1**	**345**	**4.8**	**2,831**	**3.2**	763	2.9	1,727	3.2	337	4.6	2,827	3.2
Other[6]	**-**	**-**	**55**	**0.1**	**6**	**0.1**	**61**	**0.1**	26	0.1	54	0.1	17	0.2	97	0.1
All geographic areas	**$ 26,569**	**100.0%**	**$ 55,324**	**100.0%**	**$ 7,225**	**100.0%**	**$ 89,118**	**100.0%**	$ 26,312	100.0%	$ 53,955	100.0%	$ 7,268	100.0%	$ 87,535	100.0%

(in millions of dollars and as a percentage)	As at December 31, 2015								As at September 30, 2015							
	Guaranteed or insured loans[3]		Uninsured loans[4]		Home equity lines of credit[5]		Total		Guaranteed or insured loans[3]		Uninsured loans[4]		Home equity lines of credit[5]		Total	
Quebec	$ 25,805	96.9%	$ 51,492	96.5%	$ 6,840	94.8%	$ 84,137	96.4%	$ 25,830	97.0%	$ 50,758	96.5%	$ 6,852	94.8%	$ 83,440	96.5%
Ontario	772	2.9	1,654	3.1	329	4.6	2,755	3.2	746	2.8	1,578	3.0	332	4.6	2,656	3.1
Other[6]	54	0.2	214	0.4	42	0.6	310	0.4	53	0.2	263	0.5	46	0.6	362	0.4
All geographic areas	$ 26,631	100.0%	$ 53,360	100.0%	$ 7,211	100.0%	$ 87,202	100.0%	$ 26,629	100.0%	$ 52,599	100.0%	$ 7,230	100.0%	$ 86,458	100.0%

(in millions of dollars and as a percentage)	As at June 30, 2015							
	Guaranteed or insured loans[3]		Uninsured loans[4]		Home equity lines of credit[5]		Total	
Quebec	$ 26,082	97.0%	$ 49,526	96.6%	$ 6,793	94.9%	$ 82,401	96.6%
Ontario	753	2.8	1,487	2.9	323	4.5	2,563	3.0
Other[6]	54	0.2	256	0.5	46	0.6	356	0.4
All geographic areas	$ 26,889	100.0%	$ 51,269	100.0%	$ 7,162	100.0%	$ 85,320	100.0%

(1) Represents all personal loans secured by a property with up to four units. Residential mortgage loans on properties with up to four units held outside of the caisse network in Quebec and Ontario totaled $212 million as at June 30, 2016. They amounted to $222 million, $163 million, $160 million, and $157 million, respectively, at the end of the quarters ended March 2016, December 2015, September 2015, and June 2015.

(2) Caisses in Ontario are not legally subject to the AMF rules but are instead subject to the Deposit Insurance Corporation of Ontario's rules.

(3) Term mortgages and amortized portion of home equity lines of credit for which Desjardins Group has a full or partial guarantee or insurance from a mortgage insurer (public or private) or a government.

(4) Conventional term mortgages including the conventional amortized portion of home equity lines of credit and amortized consumer loans secured by a property with up to four units.

(5) Unamortized portion of home equity lines of credit and consumer lines of credit secured by a property with up to four units.

(6) Represents the geographic areas of Canada other than Quebec and Ontario.

TABLE 15 - AVERAGE LOAN-TO-VALUE (LTV) RATIO FOR UNINSURED PERSONAL RESIDENTIAL MORTGAGE LOANS GRANTED DURING THE QUARTER

Caisse network in Quebec and Ontario[1]

(average loan-to-value ratio, by geographic area)	**As at June 30, 2016**			As at March 31, 2016			As at December 31, 2015		
	Uninsured loans[2]	**Home equity lines of credit and related loans[3]**	**Total uninsured**	Uninsured loans[2]	Home equity lines of credit and related loans[3]	Total uninsured	Uninsured loans[2]	Home equity lines of credit and related loans[3]	Total uninsured
Quebec	**68.0%**	**71.3%**	**70.2%**	68.1%	70.5%	69.7%	67.6%	70.2%	69.4%
Ontario	**72.2**	**71.3**	**71.6**	68.4	71.3	70.3	71.8	71.1	71.4
Other[4]	**72.9**	**76.2**	**74.4**	80.7	70.1	73.4	78.0	70.1	75.3
All geographic areas	**68.2**	**71.3**	**70.2**	68.2	70.5	69.8	67.9	70.3	69.5

(average loan-to-value ratio, by geographic area)	As at September 30, 2015			As at June 30, 2015		
	Uninsured loans[2]	Home equity lines of credit and related loans[3]	Total uninsured	Uninsured loans[2]	Home equity lines of credit and related loans[3]	Total uninsured
Quebec	66.6%	70.7%	69.7%	66.1%	71.2%	69.5%
Ontario	69.2	71.4	70.7	70.8	71.4	71.2
Other[4]	73.6	68.4	70.8	74.4	70.1	72.6
All geographic areas	66.8	70.7	69.7	66.3	71.2	69.5

[1] Caisses in Ontario are not legally subject to the AMF rules but are instead subject to the Deposit Insurance Corporation of Ontario's rules.
[2] Conventional term mortgages and amortized consumer loans secured by a property with up to four units.
[3] Home equity lines of credit including related amortized loans and consumer lines of credit secured by a property with up to four units.
[4] Represents the geographic areas of Canada other than Quebec and Ontario.

TABLE 16 - REMAINING AMORTIZATION PERIOD FOR PERSONAL RESIDENTIAL MORTGAGE LOANS

Caisse network in Quebec and Ontario[1]

(in millions of dollars in gross loans and as a percentage of total by remaining amortization category)	Total amortized loans									
	As at June 30, 2016		As at March 31, 2016		As at December 31, 2015		As at September 30, 2015		As at June 30, 2015	
0-10 years	**$ 2,611**	**3.2%**	$ 2,550	3.2%	$ 2,561	3.2%	$ 2,529	3.2%	$ 2,484	3.2%
10-20 years	**16,097**	**19.7**	15,890	19.8	15,787	19.7	15,635	19.7	15,393	19.7
20-25 years	**53,310**	**65.0**	51,501	64.2	51,080	63.9	50,227	63.4	49,133	62.8
25-30 years	**7,369**	**9.0**	7,614	9.5	7,715	9.6	7,815	9.9	7,897	10.1
30-35 years	**2,092**	**2.6**	2,272	2.8	2,399	3.0	2,571	3.2	2,796	3.6
35 years or more	**414**	**0.5**	441	0.5	449	0.6	452	0.6	455	0.6
All amortization periods	**$ 81,893**	**100.0%**	$ 80,268	100.0%	$ 79,991	100.0%	$ 79,229	100.0%	$ 78,158	100.0%

[1] Caisses in Ontario are not legally subject to the AMF rules but are instead subject to the Deposit Insurance Corporation of Ontario's rules.

TABLE 17 - RISK EXPOSURE BY ASSET CLASS (EXPOSURE AT DEFAULT [EAD])

(in millions of dollars)	As at June 30, 2016 Exposure classes[1] Used exposure	Unused exposure	Repo-style transactions	OTC derivatives	Off-balance sheet exposure	Total	Net exposure[2]	As at March 31, 2016 Exposure classes[1] Used exposure	Unused exposure	Repo-style transactions	OTC derivatives	Off-balance sheet exposure	Total	Net exposure[2]
Standardized Approach														
Sovereign borrowers	**$ 14,769**	**$ 446**	**$ 744**	**$ 3**	**$ 84**	**$ 16,046**	**$ 15,330**	$ 14,884	$ 465	$ -	$ 3	$ 84	$ 15,436	$ 15,436
Financial institutions	**4,936**	**2,600**	**4,660**	**3,595**	**1,013**	**16,804**	**9,428**	5,183	2,579	1,015	3,391	824	12,992	9,351
Businesses	**43,562**	**4,209**	**134**	**1**	**686**	**48,592**	**47,944**	44,499	4,325	20	19	1,049	49,912	49,099
SMEs similar to other retail client exposures	**7,243**	**32**	**-**	**-**	**35**	**7,310**	**7,242**	5,513	20	-	-	25	5,558	5,513
Mortgages	**119**	**-**	**-**	**-**	**-**	**119**	**119**	117	-	-	-	-	117	117
Other retail client exposures (excluding SMEs)	**1,391**	**23**	**-**	**-**	**-**	**1,414**	**175**	1,444	15	-	-	-	1,459	175
Securitization	**806**	**1,193**	**-**	**-**	**-**	**1,999**	**1,999**	830	1,193	-	-	-	2,023	2,023
Equities	**236**	**-**	**-**	**-**	**-**	**236**	**236**	156	-	-	-	-	156	156
Trading portfolio	**-**	**-**	**14,901**	**1,174**	**-**	**16,075**	**1,092**	-	-	17,543	1,312	-	18,855	1,198
Internal Ratings-Based approach														
Mortgages	**87,140**	**5,418**	**-**	**-**	**-**	**92,558**	**92,558**	85,416	5,203	-	-	-	90,619	90,619
Revolving retail client exposures	**10,466**	**25,161**	**-**	**-**	**-**	**35,627**	**35,627**	10,239	24,713	-	-	-	34,952	34,952
Other retail client exposures	**7,870**	**185**	**-**	**-**	**6**	**8,061**	**8,061**	7,726	174	-	-	7	7,907	7,906
Total	**$ 178,538**	**$ 39,267**	**$ 20,439**	**$ 4,773**	**$ 1,824**	**$ 244,841**	**$ 219,811**	$ 176,007	$ 38,687	$ 18,578	$ 4,725	$ 1,989	$ 239,986	$ 216,545

(in millions of dollars)	As at December 31, 2015 Exposure classes[1] Used exposure	Unused exposure	Repo-style transactions	OTC derivatives	Off-balance sheet exposure	Total	Net exposure[2]	As at September 30, 2015 Exposure classes[1] Used exposure	Unused exposure	Repo-style transactions	OTC derivatives	Off-balance sheet exposure	Total	Net exposure[2]
Standardized Approach														
Sovereign borrowers	$ 15,199	$ 477	$ 1,169	$ 2	$ 59	$ 16,906	$ 15,760	$ 14,668	$ 526	$ 260	$ 2	$ 72	$ 15,528	$ 15,239
Financial institutions	5,449	2,335	1,478	4,537	1,042	14,841	9,628	5,161	2,497	1,037	4,178	837	13,710	9,310
Businesses	43,533	4,446	71	1	702	48,753	48,154	42,754	4,155	29	6	800	47,744	47,125
SMEs similar to other retail client exposures	5,516	21	-	-	25	5,562	5,518	5,624	24	-	-	26	5,674	5,627
Mortgages	124	-	-	-	-	124	124	161	-	-	-	-	161	161
Other retail client exposures (excluding SMEs)	1,482	14	-	-	-	1,496	173	1,570	12	-	-	-	1,582	169
Securitization	828	1,193	-	-	-	2,021	2,021	825	1,193	-	-	-	2,018	2,018
Equities	95	-	-	-	-	95	95	128	-	-	-	-	128	128
Trading portfolio	-	-	15,130	1,529	-	16,659	1,167	-	-	17,055	1,660	-	18,715	1,117
Internal Ratings-Based Approach														
Mortgages	85,068	5,062	-	-	-	90,130	90,130	84,260	4,951	-	-	-	89,211	89,211
Revolving retail client exposures	10,466	24,010	-	-	-	34,476	34,476	10,316	23,849	-	-	-	34,165	34,165
Other retail client exposures	7,621	172	-	-	6	7,799	7,799	7,496	187	-	-	5	7,688	7,688
Total	$ 175,381	$ 37,730	$ 17,848	$ 6,069	$ 1,834	$ 238,862	$ 215,045	$ 172,963	$ 37,394	$ 18,381	$ 5,846	$ 1,740	$ 236,324	$ 211,958

Footnotes to this table are presented on the next page.

TABLE 17 - RISK EXPOSURE BY ASSET CLASS (EXPOSURE AT DEFAULT [EAD]) (continued)

	As at June 30, 2015						
	Exposure classes[1]						
(in millions of dollars)	Used exposure	Unused exposure	Repo-style transactions	OTC derivatives	Off-balance sheet exposure	Total	Net exposure[2]
Standardized Approach							
Sovereign borrowers	$ 15,606	$ 507	$ 96	$ 2	$ 365	$ 16,576	$ 16,195
Financial institutions	4,819	2,355	1,186	3,631	1,612	13,603	9,010
Businesses	42,530	3,897	22	6	404	46,859	46,540
SMEs similar to other retail client exposures	5,602	24	-	-	25	5,651	5,604
Mortgages	158	-	-	-	-	158	158
Other retail client exposures (excluding SMEs)	1,638	6	-	-	-	1,644	171
Securitization	833	1,193	-	-	-	2,026	2,026
Equities	143	-	-	-	-	143	143
Trading portfolio	-	-	20,133	1,437	-	21,570	1,244
Internal Ratings-Based Approach							
Mortgages	83,243	4,828	-	-	-	88,071	88,071
Revolving retail client exposures	10,172	23,474	-	-	-	33,646	33,646
Other retail client exposures	7,418	170	-	-	4	7,592	7,592
Total	$ 172,162	$ 36,454	$ 21,437	$ 5,076	$ 2,410	$ 237,539	$ 210,400

[1] The definition of exposure classes related to regulatory capital requirements differs from the accounting classification.
[2] After using credit risk mitigation (CRM) techniques, including collateral, guarantees and credit derivatives.

TABLE 18 - RISK EXPOSURE BY ASSET CLASS[1] AND RISK TRANCHE (STANDARDIZED APPROACH)

	As at June 30, 2016								As at March 31, 2016							
	Risk Tranches								Risk Tranches							
(in millions of dollars)	0%	20%	35%	50%	75%	100%	Other	Total	0%	20%	35%	50%	75%	100%	Other	Total
Sovereign borrowers	**$ 16,041**	**$ -**	**$ -**	**$ -**	**$ -**	**$ 5**	**$ -**	**$ 16,046**	$ 15,431	$ -	$ -	$ -	$ -	$ 5	$ -	$ 15,436
Financial institutions	**-**	**16,327**	**-**	**13**	**-**	**462**	**2**	**16,804**	-	12,448	-	3	-	538	3	12,992
Businesses	**-**	**349**	**-**	**761**	**-**	**46,946**	**536**	**48,592**	-	257	-	680	-	48,359	617	49,913
SMEs similar to other retail client exposures	**-**	**-**	**-**	**-**	**5,111**	**2,109**	**90**	**7,310**	-	-	-	-	3,856	1,640	62	5,558
Mortgages	**-**	**-**	**95**	**-**	**23**	**1**	**-**	**119**	-	-	115	-	-	2	-	117
Other retail client exposure (excluding SMEs)	**-**	**-**	**-**	**-**	**1,414**	**-**	**-**	**1,414**	-	-	-	-	1,459	-	-	1,459
Securitization	**400**	**-**	**-**	**-**	**-**	**139**	**1,460**	**1,999**	400	-	-	28	-	138	1,457	2,023
Equities	**-**	**-**	**-**	**-**	**-**	**236**	**-**	**236**	-	-	-	-	-	156	-	156
Trading portfolio	**6,922**	**7,619**	**-**	**561**	**-**	**970**	**3**	**16,075**	7,025	9,238	-	1,237	-	1,350	5	18,855
Total	**$ 23,363**	**$ 24,295**	**$ 95**	**$ 1,335**	**$ 6,548**	**$ 50,868**	**$ 2,091**	**$ 108,595**	$ 22,856	$ 21,943	$ 115	$ 1,948	$ 5,315	$ 52,188	$ 2,144	$ 106,509

	As at December 31, 2015								As at September 30, 2015							
	Risk Tranches								Risk Tranches							
(in millions of dollars)	0%	20%	35%	50%	75%	100%	Other	Total	0%	20%	35%	50%	75%	100%	Other	Total
Sovereign borrowers	$ 16,903	$ -	$ -	$ -	$ -	$ 3	$ -	$ 16,906	$ 15,525	$ -	$ -	$ -	$ -	$ 3	$ -	$ 15,528
Financial institutions	62	14,349	-	3	-	427	-	14,841	-	13,264	-	3	-	443	-	13,710
Businesses	-	366	-	684	-	47,198	505	48,753	-	378	-	586	-	46,291	489	47,744
SMEs similar to other retail client exposures	-	-	-	-	3,820	1,685	57	5,562	-	-	-	-	3,899	1,716	59	5,674
Mortgages	-	-	98	-	24	2	-	124	-	-	160	-	-	1	-	161
Other retail client exposure (excluding SMEs)	-	-	-	-	1,496	-	-	1,496	-	-	-	-	1,582	-	-	1,582
Securitization	400	1	-	-	-	138	1,482	2,021	400	1	-	-	-	136	1,481	2,018
Equities	-	-	-	-	-	95	-	95	-	-	-	-	-	128	-	128
Trading portfolio	8,308	7,371	-	440	-	532	8	16,659	8,808	5,745	-	319	-	3,837	6	18,715
Total	$ 25,673	$ 22,087	$ 98	$ 1,127	$ 5,340	$ 50,080	$ 2,052	$ 106,457	$ 24,733	$ 19,388	$ 160	$ 908	$ 5,481	$ 52,555	$ 2,035	$ 105,260

Footnote to this table are presented on the next page.

TABLE 18 - RISK EXPOSURE BY ASSET CLASS[1] AND RISK TRANCHE (STANDARDIZED APPROACH) (continued)

	As at June 30, 2015							
	Risk Tranches							
(in millions of dollars)	0%	20%	35%	50%	75%	100%	Other	Total
Sovereign borrowers	$ 16,573	$ -	$ -	$ -	$ -	$ 3	$ -	$ 16,576
Financial institutions	-	13,166	-	3	-	434	-	13,603
Businesses	-	509	-	375	-	45,497	478	46,859
SMEs similar to other retail client exposures	-	-	-	-	3,884	1,704	63	5,651
Mortgages	-	-	156	-	-	2	-	158
Other retail client exposure (excludind SMEs)	-	-	-	-	1,644	-	-	1,644
Securitization	400	1	-	27	-	136	1,462	2,026
Equities	-	-	-	-	-	143	-	143
Trading portfolio	10,900	5,791	-	477	-	4,401	1	21,570
Total	$ 27,873	$ 19,467	$ 156	$ 882	$ 5,528	$ 52,320	$ 2,004	$ 108,230

[1] The definition of exposure classes related to regulatory capital requirements differs from the accounting classification.

TABLE 19 - RISK EXPOSURE BY ASSET CLASS[1] AND REMAINING CONTRACTUAL TERM TO MATURITY

(in millions of dollars)	As at June 30, 2016 Remaining contractual term to maturity Less than 1 year	1 to 5 years	Over 5 years	Total	As at March 31, 2016 Remaining contractual term to maturity Less than 1 year	1 to 5 years	Over 5 years	Total
Internal Ratings-Based Approach								
Mortgages	**$ 90,652**	**$ 1,084**	**$ 822**	**$ 92,558**	$ 89,051	$ 1,101	$ 467	$ 90,619
Revolving retail client exposures	**35,627**	**-**	**-**	**35,627**	34,952	-	-	34,952
Other retail client exposures	**2,890**	**1,298**	**3,873**	**8,061**	2,987	1,433	3,486	7,906
Total	**$ 129,169**	**$ 2,382**	**$ 4,695**	**$ 136,246**	$ 126,990	$ 2,534	$ 3,953	$ 133,477

(in millions of dollars)	As at December 31, 2015 Remaining contractual term to maturity Less than 1 year	1 to 5 years	Over 5 years	Total	As at September 30, 2015 Remaining contractual term to maturity Less than 1 year	1 to 5 years	Over 5 years	Total
Internal Ratings-Based Approach								
Mortgages	$ 88,515	$ 1,266	$ 349	$ 90,130	$ 87,564	$ 1,558	$ 89	$ 89,211
Revolving retail client exposures	34,476	-	-	34,476	34,165	-	-	34,165
Other retail client exposures	2,933	1,572	3,294	7,799	2,885	1,718	3,085	7,688
Total	$ 125,924	$ 2,838	$ 3,643	$ 132,405	$ 124,614	$ 3,276	$ 3,174	$ 131,064

(in millions of dollars)	As at June 30, 2015 Remaining contractual term to maturity Less than 1 year	1 to 5 years	Over 5 years	Total
Internal Ratings-Based Approach				
Mortgages	$ 86,453	$ 1,500	$ 118	$ 88,071
Revolving retail client exposures	33,646	-	-	33,646
Other retail client exposures	2,909	1,706	2,977	7,592
Total	$ 123,008	$ 3,206	$ 3,095	$ 129,309

[1] The definition of exposure classes related to regulatory capital requirements differs from the accounting classification.

TABLE 20 – CREDIT RISK MITIGATION

(in millions of dollars)	As at June 30, 2016 Exposure at default (EAD)	As at June 30, 2016 Exposure covered by collateral[1]	As at June 30, 2016 Exposure covered by guarantees/ credit derivatives	As at March 31, 2016 Exposure at default (EAD)	As at March 31, 2016 Exposure covered by collateral[1]	As at March 31, 2016 Exposure covered by guarantees/ credit derivatives
Standardized Approach						
Sovereign borrowers	**$ 16,046**	**$ 716**	**$ 2**	$ 15,436	$ -	$ 3
Financial institutions	**16,804**	**7,376**	**337**	12,992	3,642	317
Businesses	**48,592**	**648**	**9,376**	49,913	848	9,512
SMEs similar to other retail client exposures	**7,310**	**68**	**1,682**	5,558	48	1,403
Mortgages	**119**	**-**	**20**	117	-	21
Other retail client exposure (excluding SMEs)	**1,414**	**1,239**	**-**	1,459	1,284	-
Securitization	**1,999**	**-**	**400**	2,023	-	400
Equities	**236**	**-**	**-**	156	-	-
Trading portfolio	**16,075**	**14,983**	**-**	18,855	17,658	-
Internal Ratings-Based Approach[2]						
Mortgages	**92,558**	**-**	**26,625**	90,619	-	26,246
Revolving retail client exposures	**35,627**	**-**	**-**	34,952	-	-
Other retail client exposures	**8,061**	**-**	**2,280**	7,906	-	2,375
Total	**$ 244,841**	**$ 25,030**	**$ 40,722**	$ 239,986	$ 23,480	$ 40,277

(in millions of dollars)	As at December 31, 2015 Exposure at default (EAD)	As at December 31, 2015 Exposure covered by collateral[1]	As at December 31, 2015 Exposure covered by guarantees/ credit derivatives	As at September 30, 2015 Exposure at default (EAD)	As at September 30, 2015 Exposure covered by collateral[1]	As at September 30, 2015 Exposure covered by guarantees/ credit derivatives
Standardized Approach						
Sovereign borrowers	$ 16,906	$ 1,146	$ 3	$ 15,528	$ 290	$ 3
Financial institutions	14,841	5,212	388	13,710	4,400	333
Businesses	48,753	643	9,512	47,744	664	9,383
SMEs similar to other retail client exposures	5,562	48	1,440	5,674	51	1,465
Mortgages	124	-	21	161	-	22
Other retail client exposure (excluding SMEs)	1,496	1,322	-	1,582	1,413	-
Securitization	2,021	-	400	2,018	-	400
Equities	95	-	-	128	-	-
Trading portfolio	16,659	15,493	-	18,715	17,598	-
Internal Ratings-Based Approach[2]						
Mortgages	90,130	-	26,531	89,211	-	26,483
Revolving retail client exposures	34,476	-	-	34,165	-	-
Other retail client exposures	7,799	-	2,308	7,688	-	2,203
Total	$ 238,862	$ 23,864	$ 40,603	$ 236,324	$ 24,416	$ 40,292

Footnotes to this table are presented on the next page.

TABLE 20 – CREDIT RISK MITIGATION (continued)

(in millions of dollars)	As at June 30, 2015 Exposure at default (EAD)	Exposure covered by collateral[1]	Exposure covered by guarantees/ credit derivatives
Standardized Approach			
Sovereign borrowers	$ 16,576	$ 381	$ 3
Financial institutions	13,603	4,592	333
Businesses	46,859	358	9,275
SMEs similar to other retail client exposures	5,651	50	1,474
Mortgages	158	-	-
Other retail client exposure (excluding SMEs)	1,644	1,473	-
Securitization	2,026	-	400
Equities	143	-	-
Trading portfolio	21,570	20,326	-
Internal Ratings-Based Approach[2]			
Mortgages	88,071	-	26,767
Revolving retail client exposures	33,646	-	-
Other retail client exposures	7,592	-	2,246
Total	$ 237,539	$ 27,180	$ 40,498

(1) Qualifying financial collateral includes cash, gold, qualifying debt securities, shares and mutual funds.
(2) For exposures under the IRB Approach, qualifying financial collateral is taken into account when estimating loss given default (LGD) in our internal models.

GLOSSARY

ALLOWANCE FOR CREDIT LOSSES

Amount deemed sufficient by management to cover the anticipated losses on a loan portfolio. The allowance for credit losses is increased by individual and collective provisions and decreased by write-offs, net of recoveries.

BASIC INDICATOR APPROACH

Risk measurement approach used to assess capital requirements for operational risk. This measure corresponds to average annual gross revenues for the last three years multiplied by a fixed percentage of 15%.

CAPITAL RATIOS

Regulatory Tier 1A capital, Tier 1 capital or total regulatory capital divided by risk-weighted assets. These measures are governed by the guidelines issued by the *Autorité des marchés financiers*, which are based on the standards developed by the Basel Committee on Banking Supervision.

COLLECTIVE ALLOWANCE

Allowance established for loan portfolios that are not subject to an individual allowance and are included in groups of financial assets having similar credit characteristics.

COMMITMENT

- Constitutes a direct commitment any agreement entered into by a Desjardins Group component with a natural or legal person creating a on- or off-balance sheet exposure, either disbursed or non-disbursed, revocable or irrevocable, with or without condition, that may lead to losses for the component if the debtor is unable to meet its obligations.
- Constitutes an indirect commitment any financial receivable creating a credit exposure that is acquired by a Desjardins Group component in connection with a purchase on the market or the delivery of financial collateral by a client/counterparty, whose value may change in particular as a result of the deterioration of the creditworthiness of the counterparty associated to this receivable or changes in market prices.

COUNTERPARTY AND ISSUER RISK

Credit risk related to different types of securities, derivative financial instruments and securities lending transactions.

CREDIT RISK

Risk of losses resulting from a borrower's or counterparty's failure to honour its contractual obligations, whether or not such obligations appear on the Combined Balance Sheets.

CREDIT VALUATION ADJUSTMENT

Adjustment representing the market value of a potential loss on over-the-counter derivatives due to counterparty risk.

EXPECTED LOSS (EL)

Measure of the expected loss on a given portfolio over a one-year period. It is equal to the product of the three credit risk parameters, PD, EAD and LGD.

EXPOSURE AT DEFAULT (EAD)

Estimate of the amount of a given exposure at time of default. For balance sheet exposures, EAD correspond to the balance as at observation time. For off-balance sheet exposures, EAD includes an estimate of additional draws that may be made between observation time and default.

EXPOSURES RELATED TO RESIDENTIAL MORTGAGE LOANS

In accordance with the regulatory capital framework, risk category that includes mortgage loans and credit margins secured by real property granted to individuals.

FAIR VALUE

Price that would be received to sell an asset or paid to transfer a liability in an orderly transaction at the measurement date.

IMPAIRED LOAN

Loan, except a credit card balance, whose collection is doubtful as a result of a deterioration in credit quality. A loan is classified as impaired when one of the following conditions is met: in management's opinion, there is reasonable doubt that the principal or the interest will be collected on scheduled dates; the interest or principal payment is 90 days or more past due, unless the loan is fully secured and in the process of collection; or the interest or principal is more than 180 days past due.

INDIVIDUAL ALLOWANCE

Specific allowance established for an individual loan portfolio for which, in Desjardins Group's opinion, there is objective evidence of impairment and a loss should be recognized in the combined statements of income. Loan portfolios for which an individual allowance has not been established are then included in groups of assets having similar credit risk characteristics and are subject to a collective allowance.

INTERNAL RATINGS-BASED APPROACH

Approach under which risk weighing is based on the type of counterparty (individuals, small or medium-sized business, large corporation, etc.) and risk weighing factors determined using internal parameters: the borrower's probability of default (PD), loss given default (LGD), effective maturity (EM) and exposure at default (EAD).

LEVERAGE RATIO

Ratio defined as the capital measure (namely Tier 1 capital) divided by the exposure measure. The exposure measure includes: 1) on-balance sheet exposures; 2) securities financing transaction exposures; 3) derivative exposures; and 4) off-balance sheet items.

LOSS GIVEN DEFAULT (LGD)

Significance of the economic loss that may be incurred should the borrower default. It is expressed as a percentage of exposure at default (EAD).

MARKET RISK

Risk of changes in the fair value of financial instruments resulting from fluctuations in the parameters affecting this value, in particular, interest rates, exchange rates, credit spreads and their volatility.

OFF-BALANCE SHEET EXPOSURE

Guarantees, commitments, derivatives and other contractual agreements whose gross principal amount may not be recognized on the balance-sheet.

OPERATIONAL RISK

Risk of inadequacy or failure attributable to processes, people, internal systems or external events resulting in particular in losses, failure to achieve objectives or a negative impact on reputation.

OTHER RETAIL CLIENT EXPOSURES

In accordance with the regulatory capital framework, this risk category includes all loans granted to individuals other than exposures related to residential mortgage loans and qualifying revolving retail client exposures.

PROBABILITY OF DEFAULT (PD)

Probability that a borrower defaults on his obligations over a period of one year.

QUALIFYING REVOLVING RETAIL CLIENT EXPOSURES

In accordance with the regulatory capital framework, risk category that includes credit card loans and unsecured credit margins granted to individuals.

REGULATORY CAPITAL

In accordance with the definition set out in the AMF guideline on capital adequacy for financial services co-operatives, the regulatory capital under Basel III comprises Tier 1A capital, Tier 1 capital and Tier 2 capital. The composition of these various tiers is presented in the “Capital management” section of the Management's Discussion and Analysis.

REGULATORY FUNDS

Funds needed to cover unexpected losses, calculated according to parameters and methods prescribed by regulatory authorities.

REPURCHASE AGREEMENT

Agreement involving both the sale of securities for cash and the repurchase of these securities for value at a later date. Represents a form of short-term financing.

REVERSE REPURCHASE AGREEMENT

Agreement involving both the purchase of securities for cash and the sale of these securities for value at a later date. Represents a form of short-term financing.

RISK-WEIGHTED ASSETS

Assets adjusted based on a risk-weighting factor prescribed by regulations to reflect the level of risk associated with items presented in the combined balance sheets. Some assets are not weighted, but rather deducted from capital. The calculation method is defined in the *Autorité des marchés financiers* guidelines. For more details, see the “Capital management” section of the Management’s Discussion and Analysis.

SCALING FACTOR

Adjustment representing 6.0% of assets valuated according to the internal rating-based approach, applied to credit exposures in compliance with section 1.3 of the AMF guideline on the capital adequacy standards applicable to financial services cooperatives.

SECURITIZATION

Process by which financial assets, such as mortgage loans, are converted into asset-backed securities and transferred to a trust.

STANDARDIZED APPROACH

- Credit risk
  Default approach used to calculate risk-weighted assets. Under this method, the financial institution uses valuations performed by external credit assessment institutions recognized by the *Autorité des marchés financiers* to determine the risk-weighting factors related to the various exposure categories.
- Market risk
  Default approach used to calculate risk-weighted assets for the four categories of market risks, namely interest rates risk, price risk, currency risk and commodities risk, according to pre-defined factors like the size and nature of the financial instruments held.

UNUSED EXPOSURE

Represents the amount of credit in loans or margins that has been authorized, but not yet used.

USED EXPOSURE

Represents the amount of funds invested, or advanced to a member or client.