Desjardins

Supplemental Financial Information (unaudited)

For the period ended September 30, 2017

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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 2016 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, 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 *Enhancing the Risks Disclosures of Banks* 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 September 30, 2017**	As at June 30, 2017	As at March 31, 2017	As at December 31, 2016	As at September 30, 2016	As at June 30, 2016	As at March 31, 2016	As at December 31, 2015	As at September 30, 2015
ASSETS									
Cash and deposits with financial institutions	**$ 2,265**	$ 2,737	$ 2,333	$ 1,876	$ 1,929	$ 2,183	$ 1,897	$ 1,716	$ 1,924
Securities									
Securities at fair value through profit or loss	**33,846**	33,807	33,951	31,005	32,112	32,577	34,800	28,715	31,848
Available-for-sale securities	**24,156**	24,783	24,627	22,280	23,687	23,636	23,196	23,272	22,194
	58,002	58,590	58,578	53,285	55,799	56,213	57,996	51,987	54,042
Securities borrowed or purchased under reverse repurchase agreements	**10,342**	6,230	8,912	7,690	7,677	10,362	7,112	7,881	10,134
Loans									
Residential mortgages	**111,442**	109,740	107,246	106,695	105,908	104,977	102,992	102,323	101,420
Consumer, credit card and other personal loans	**23,361**	22,832	22,243	22,150	21,723	21,486	21,115	21,204	21,049
Business and government loans	**39,615**	39,239	38,567	37,626	37,095	36,682	36,485	36,433	34,915
	174,418	171,811	168,056	166,471	164,726	163,145	160,592	159,960	157,384
Allowance for credit losses	**(437)**	(438)	(458)	(456)	(462)	(459)	(454)	(455)	(478)
	173,981	171,373	167,598	166,015	164,264	162,686	160,138	159,505	156,906
Segregated fund net assets	**12,679**	12,527	12,429	11,965	11,620	10,255	9,992	9,781	9,503
Other assets									
Clients' liability under acceptances	**141**	59	105	11	23	47	85	376	613
Premiums receivable	**2,137**	1,988	1,822	1,957	2,071	1,936	1,669	1,662	1,675
Derivative financial instruments	**3,027**	3,010	2,986	3,572	3,978	3,919	3,948	4,818	4,739
Amounts receivable from clients, brokers and financial institutions	**4,525**	5,436	3,209	2,532	3,051	3,745	3,078	2,033	2,745
Reinsurance assets	**2,197**	2,176	2,167	2,582	2,509	2,311	2,013	1,964	1,750
Investment property	**827**	821	820	823	778	736	742	683	691
Property, plant and equipment	**1,434**	1,406	1,410	1,435	1,438	1,451	1,429	1,451	1,450
Goodwill	**153**	153	153	471	470	470	472	472	472
Intangible assets	**528**	553	528	690	691	705	668	661	659
Deferred tax assets	**889**	962	870	874	1,052	962	881	784	811
Other	**3,183**	3,022	3,073	2,589	2,807	2,730	3,017	2,354	2,858
Assets of the group held for sale	**-**	940	942	-	-	-	-	-	-
	19,041	20,526	18,085	17,536	18,868	19,012	18,002	17,258	18,463
TOTAL ASSETS	**$ 276,310**	$ 271,983	$ 267,935	$ 258,367	$ 260,157	$ 260,711	$ 255,137	$ 248,128	$ 250,972

TABLE 1 – COMBINED BALANCE SHEETS (continued)

(in millions of dollars)	**As at September 30, 2017**	As at June 30, 2017	As at March 31, 2017	As at December 31, 2016	As at September 30, 2016	As at June 30, 2016	As at March 31, 2016	As at December 31, 2015	As at September 30, 2015
LIABILITIES AND EQUITY									
LIABILITIES									
Deposit									
Individuals	**$ 99,520**	$ 99,148	$ 97,122	$ 96,278	$ 95,122	$ 93,588	$ 92,215	$ 91,243	$ 89,161
Business and government	**70,542**	71,527	69,966	62,799	64,735	68,055	64,775	63,833	63,553
Deposit-taking institutions	**1,841**	2,060	2,239	1,469	1,480	2,019	1,770	1,498	1,829
	171,903	172,735	169,327	160,546	161,337	163,662	158,760	156,574	154,543
Other liabilities									
Acceptances	**141**	59	105	11	23	47	85	376	613
Commitments related to securities sold short	**10,249**	7,440	7,167	8,196	7,674	6,945	7,033	5,464	8,582
Commitments related to securities lent or sold under repurchase agreements	**9,535**	7,887	9,521	10,323	10,098	10,601	11,830	10,383	9,405
Derivative financial instruments	**2,897**	2,331	2,186	2,057	1,735	1,889	1,961	1,689	1,624
Amounts payable to clients, brokers and financial institutions	**7,263**	7,127	6,461	4,659	5,343	6,386	5,160	4,713	6,809
Insurance contract liabilities	**27,782**	28,147	27,549	27,493	28,988	28,371	27,308	26,734	26,572
Segregated fund net liabilities	**12,658**	12,493	12,412	11,957	11,607	10,247	9,983	9,776	9,509
Net defined benefit plan net liabilities	**2,045**	2,505	2,287	2,256	3,312	3,044	2,806	2,428	2,416
Deferred tax liabilities	**168**	160	149	179	163	170	167	163	135
Other	**5,564**	5,509	5,480	6,019	6,176	5,948	6,345	6,219	6,830
Liabilities of the group held for sale	**-**	373	345	-	-	-	-	-	-
	78,302	74,031	73,662	73,150	75,119	73,648	72,678	67,945	72,495
Subordinated notes	**1,357**	1,374	1,390	1,378	1,385	1,384	1,875	1,884	2,553
TOTAL LIABILITIES	**251,562**	248,140	244,379	235,074	237,841	238,694	233,313	226,403	229,591
EQUITY									
Capital stock	**5,375**	5,388	5,283	5,292	5,272	5,258	5,167	5,158	5,151
Share capital	**92**	92	91	88	89	89	89	86	87
Undistributed surplus earnings	**1,792**	1,079	1,606	1,529	1,345	748	1,412	1,793	1,429
Accumulated other comprehensive income	**342**	468	622	514	790	730	614	589	591
Reserves	**16,333**	16,003	15,136	15,052	13,971	14,339	13,304	12,864	12,948
Equity – Group's share	**23,934**	23,030	22,738	22,475	21,467	21,164	20,586	20,490	20,206
Non-controlling interests	**814**	813	818	818	849	853	1,238	1,235	1,175
Total equity	**24,748**	23,843	23,556	23,293	22,316	22,017	21,824	21,725	21,381
TOTAL LIABILITIES AND EQUITY	**$ 276,310**	$ 271,983	$ 267,935	$ 258,367	$ 260,157	$ 260,711	$ 255,137	$ 248,128	$ 250,972

TABLE 2 – COMBINED STATEMENTS OF INCOME

(in millions of dollars)	For the three-month periods ended									For the nine-month periods ended	
	September 30, 2017	June 30, 2017	March 31, 2017	December 31, 2016[1]	September 30, 2016[1]	June 30, 2016[1]	March 31, 2016[1]	December 31, 2015[1]	September 30, 2015[1]	**September 30, 2017**	September 30, 2016[1]
Interest income											
Loans	**$ 1,513**	$ 1,444	$ 1,418	$ 1,445	$ 1,425	$ 1,407	$ 1,409	$ 1,460	$ 1,470	**$ 4,375**	$ 4,241
Securities	**80**	78	77	76	79	83	77	74	79	**235**	239
	1,593	1,522	1,495	1,521	1,504	1,490	1,486	1,534	1,549	**4,610**	4,480
Interest expense											
Deposits	**437**	416	420	416	415	406	406	385	417	**1,273**	1,227
Subordinated notes and other	**20**	19	18	18	18	23	26	34	32	**57**	67
	457	435	438	434	433	429	432	419	449	**1,330**	1,294
Net interest income	**1,136**	1,087	1,057	1,087	1,071	1,061	1,054	1,115	1,100	**3,280**	3,186
Net premiums	**1,982**	2,076	1,982	1,834	1,873	1,740	1,721	1,641	1,692	**6,040**	5,334
Other income											
Deposit and payment service charges	**109**	122	120	123	128	119	118	124	125	**351**	365
Lending fees and credit card service revenues	**154**	154	172	150	139	136	149	142	131	**480**	424
Brokerage and investment fund services	**241**	307	278	282	278	286	260	263	255	**826**	824
Management and custodial service fees	**104**	106	101	102	94	92	88	91	90	**311**	274
Net income on securities at fair value through profit or loss	**(484)**	476	301	(1,242)	385	878	512	230	17	**293**	1,775
Net income on available-for-sale securities	**65**	181	80	111	99	99	79	72	34	**326**	277
Net other investment income	**57**	54	54	49	49	50	50	48	51	**165**	149
Foreign exchange income	**16**	20	19	12	20	22	16	21	20	**55**	58
Other	**295**	28	26	(42)	(42)	46	65	56	7	**349**	69
	557	1,448	1,151	(455)	1,150	1,728	1,337	1,047	730	**3,156**	4,215
Total income	**3,675**	4,611	4,190	2,466	4,094	4,529	4,112	3,803	3,522	**12,476**	12,735
Provision for credit losses	**92**	76	92	55	98	75	91	83	102	**260**	264
Claims, benefits, annuities and changes in insurance contract liabilities	**1,000**	1,922	1,753	(104)	1,727	2,065	1,758	1,350	1,246	**4,675**	5,550
Non-interest expense											
Salaries and fringe benefits	**794**	919	893	890	841	907	910	861	840	**2,606**	2,658
Premises, equipment and furniture, including depreciation	**180**	169	168	185	158	165	159	163	149	**517**	482
Service agreements and outsourcing	**64**	73	70	70	75	78	83	76	84	**207**	236
Communications	**65**	74	66	88	66	82	71	85	66	**205**	219
Other	**582**	643	650	638	566	622	550	610	517	**1,875**	1,738
	1,685	1,878	1,847	1,871	1,706	1,854	1,773	1,795	1,656	**5,410**	5,333
Operating surplus earnings	**898**	735	498	644	563	535	490	575	518	**2,131**	1,588
Income taxes on surplus earnings	**140**	154	115	135	109	108	108	113	114	**409**	325
Surplus earnings before member dividends	**758**	581	383	509	454	427	382	462	404	**1,722**	1,263
Member dividends	**60**	40	35	57	35	22	30	45	35	**135**	87
Tax recovery on member dividends	**(16)**	(11)	(9)	(15)	(10)	(6)	(8)	(12)	(9)	**(36)**	(24)
Net surplus earnings for the period after member dividends	**$ 714**	$ 552	$ 357	$ 467	$ 429	$ 411	$ 360	$ 429	$ 378	**$ 1,623**	$ 1,200
of which:											
Group's share	**$ 699**	$ 538	$ 352	$ 443	$ 419	$ 390	$ 339	$ 373	$ 361	**$ 1,589**	$ 1,148
Non-controlling interests' share	**15**	14	5	24	10	21	21	56	17	**34**	52

[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[1]	Tier 1B[1]	
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[2]	▪ Non-controlling interests[2]	▪ Eligible collective allowance ▪ Subordinated notes subject to phase-out ▪ Eligible qualifying shares ▪ Non-controlling interests[2]
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[3]		▪ Investment in preferred shares of a component deconsolidated for regulatory capital purposes ▪ Subordinated financial instrument

(1) For a financial cooperative governed by the AMF, the Tier 1A and Tier 1B ratios are the equivalent of the CET1 and AT1 ratios for financial institutions.
(2) 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.
(3) 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 is 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 September 30, 2017	Cross-reference[3]	As at June 30, 2017	As at March 31, 2017	As at December 31, 2016	As at September 30, 2016	As at June 30, 2016	As at March 31, 2016	As at December 31, 2015	As at September 30, 2015
Tier 1A capital										
Federation capital shares[4]	**$ 4,496**	B	$ 4,464	$ 4,262	$ 4,142	$ 4,071	$ 3,969	$ 3,690	$ 3,544	$ 3,465
Permanent shares and surplus shares subject to phase-out	**821**	C	862	951	1,078	1,115	1,194	1,261	1,471	1,471
Reserves	**16,333**	A	16,003	15,137	15,052	13,971	14,339	13,304	12,864	12,948
Undistributed surplus earnings	**1,772**	D	1,058	1,584	1,502	1,326	686	1,383	1,766	1,406
Eligible accumulated other comprehensive income	**291**	E + F	389	514	392	572	483	363	347	315
Non-controlling interests	**-**	G	-	-	-	5	15	15	15	15
Tier 1A capital: regulatory adjustments										
Goodwill (net of related deferred tax liabilities)	**(35)**	K	(35)	(35)	(33)	(35)	(35)	(35)	(35)	(35)
Intangible assets other than mortgage servicing rights and software (net of related deferred tax liabilities)	**(44)**	M+N	(44)	(44)	(42)	(43)	(43)	(43)	(44)	(50)
Software considered as intangible assets (net of related tax liabilities)	**(235)**	M+N	(234)	(219)	(217)	(228)	(240)	(205)	(200)	(204)
Deferred tax assets other than those attributable to temporary differences (net of related deferred tax liabilities)	**(60)**	J+P	(63)	(57)	(65)	(44)	(39)	(30)	(36)	(26)
Shortfall in allowance[5]	**(324)**		(308)	(309)	(322)	(298)	(283)	(273)	(272)	(265)
Reciprocal cross-holdings in Tier 1A capital[5]	**(9)**		(20)	(8)	(8)	(8)	(8)	(4)	(8)	(7)
Adjusted Tier 1A capital after allocation of allocated threshold deductions										
Significant investments in the Tier 1A capital of financial institutions (greater than 10%)	**(2,596)**	Q+T	(2,904)	(2,841)	(2,759)	(2,703)	(2,507)	(2,100)	(2,058)	(2,109)
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	**-**	R+U	(21)	-	-	(161)	(98)	(46)	-	(5)
Including: Deferred tax assets arising from temporary differences	**-**	S	(7)	-	-	(63)	(36)	(17)	-	(1)
Total net Tier 1A capital	**20,410**		19,140	18,935	18,720	17,477	17,397	17,263	17,354	16,918
Non-controlling interests	**12**	H	14	13	12	13	17	17	17	17
Total Tier 1B capital	**12**		14	13	12	13	17	17	17	17
Total Tier 1 capital	**20,422**		19,154	18,948	18,732	17,490	17,414	17,280	17,371	16,935
Tier 2 capital										
Subordinated notes[6] subject to phase-out	**1,001**	L	1,018	1,035	1,206	1,213	1,391	1,704	1,892	2,164
Eligible collective allowance	**267**	O	263	270	252	278	270	281	282	285
Eligible qualifying shares	**24**	W	24	24	25	24	24	25	25	24
Non-controlling interests	**-**	I	-	-	-	1	3	2	2	3
Tier 2 capital: regulatory adjustments										
Significant investments in financial entities	**(876)**	V	(876)	(872)	(872)	(872)	(872)	(872)	(872)	(872)
Total net Tier 2 capital	**416**		429	457	611	644	816	1,140	1,329	1,604
Total regulatory capital (Tier 1 and 2)	**$ 20,838**		$ 19,583	$ 19,405	$ 19,343	$ 18,134	$ 18,230	$ 18,420	$ 18,700	$ 18,539
Total risk-weighted assets	**$ 114,398**		$ 112,037	$ 110,369	$ 108,144	$ 107,055	$ 109,686	$ 109,226	$ 108,484	$ 106,761
Exposure measure for the leverage ratio	**246,933**		242,373	239,397	230,472	231,603	218,125	228,944	222,825	225,196

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 September 30, 2017	Cross-reference[3]	As at June 30, 2017	As at March 31, 2017	As at December 31, 2016	As at September 30, 2016	As at June 30, 2016	As at March 31, 2016	As at December 31, 2015	As at September 30, 2015
Ratios										
Tier 1A capital ratio	**17.8 %**		17.1 %	17.2 %	17.3 %	16.3 %	15.9 %	15.8 %	16.0 %	15.8 %
Tier 1 capital ratio	**17.9**		17.1	17.2	17.3	16.3	15.9	15.8	16.0	15.9
Total capital ratio	**18.2**		17.5	17.6	17.9	16.9	16.6	16.9	17.2	17.4
Leverage ratio	**8.3**		7.9	7.9	8.1	7.6	7.5	7.5	7.8	7.5
Minimum Ratios										
Tier 1A capital ratio	**8.0**		8.0	8.0	8.0	8.0	8.0	8.0	7.0	7.0
Tier 1 capital ratio	**9.5**		9.5	9.5	9.5	9.5	9.5	9.5	8.5	8.5
Total capital ratio	**11.5**		11.5	11.5	11.5	11.5	11.5	11.5	10.5	10.5
Leverage ratio	**3.0**		3.0	3.0	3.0	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	**$ 105**	AA	$ 112	$ 110	$ 94	$ 38	$ 44	$ 34	$ 10	$ 19
Significant investments in the Tier 1A capital of financial institutions	**2,301**	AC	2,186	2,178	2,148	1,880	1,906	1,897	1,941	1,898
Deferred tax assets arising from temporary differences (net of related tax liabilities)	**623**	AB	692	638	656	742	704	692	650	639
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)	**267**		263	270	252	278	270	281	282	285
Cap on inclusion of allowances in Tier 2 capital under the Standardized Approach	**267**	O	263	270	252	278	270	281	282	285
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	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	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 2016 Combined Financial Statements.

TABLE 5 – QUARTERLY CHANGES IN REGULATORY CAPITAL

(in millions of dollars)	**As at September 30, 2017**	As at June 30, 2017	As at March 31, 2017	As at December 31, 2016	As at September 30, 2016	As at June 30, 2016	As at March 31, 2016	As at December 31, 2015	As at September 30, 2015
Tier 1A capital									
Balance at beginning of period	**$ 19,140**	$ 18,935	$ 18,720	$ 17,477	$ 17,397	$ 17,263	$ 17,354	$ 16,918	$ 16,207
Increase in reserves and undistributed surplus earnings	**1,044**	340	167	1,257	272	338	57	276	358
Eligible accumulated other comprehensive income	**(98)**	(125)	122	(180)	89	120	16	32	(191)
Federation capital shares	**32**	202	120	71	102	279	146	79	217
Permanent shares and surplus shares subject to phase-out	**(41)**	(89)	(127)	(37)	(79)	(67)	(210)	-	-
Non-controlling interests	**-**	-	-	(5)	(10)	-	-	-	-
Deductions	**333**	(123)	(67)	137	(294)	(536)	(100)	49	327
Balance at end of period	**20,410**	19,140	18,935	18,720	17,477	17,397	17,263	17,354	16,918
Tier 1B capital									
Balance at beginning of period	**14**	13	12	13	17	17	17	17	19
Non-controlling interests	**(2)**	1	1	(1)	(4)	-	-	-	(2)
Balance at end of period	**12**	14	13	12	13	17	17	17	17
Total Tier 1 capital	**20,422**	19,154	18,948	18,732	17,490	17,414	17,280	17,371	16,935
Tier 2 capital									
Balance at beginning of period	**429**	457	611	644	816	1,140	1,329	1,604	1,655
Eligible qualifying shares	**-**	-	(1)	1	-	(1)	-	1	-
Non-controlling interests	**-**	-	-	(1)	(2)	1	-	(1)	-
Subordinated notes subject to phase-out	**(17)**	(17)	(171)	(7)	(178)	(313)	(188)	(272)	-
Eligible collective allowance	**4**	(7)	18	(26)	8	(11)	(1)	(3)	1
Deductions	**-**	(4)	-	-	-	-	-	-	(52)
Balance at end of period	**416**	429	457	611	644	816	1,140	1,329	1,604
Total capital	**$ 20,838**	$ 19,583	$ 19,405	$ 19,343	$ 18,134	$ 18,230	$ 18,420	$ 18,700	$ 18,539

TABLE 6 – RECONCILIATION OF REGULATORY CAPITAL AND EQUITY

(in millions of dollars)	**As at September 30, 2017**	As at June 30, 2017	As at March 31, 2017	As at December 31, 2016	As at September 30, 2016	As at June 30, 2016	As at March 31, 2016	As at December 31, 2015	As at September 30, 2015
Equity balance in the Combined Financial Statements	**$ 23,934**	$ 23,030	$ 22,738	$ 22,475	$ 21,467	$ 21,164	$ 20,586	$ 20,490	$ 20,206
Items eligible for Tier 1A capital									
Non-controlling interests	**-**	-	-	-	5	15	15	15	15
Items not eligible for Tier 1A capital									
Non-eligible portion of permanent shares and surplus shares	**(45)**	(49)	(55)	(55)	(62)	(69)	(189)	(116)	(192)
Preferred shares of La *Fédération* des caisses *populaires* de l'*Ontario* Inc. and the caisses in Ontario	**(90)**	(90)	(89)	(86)	(86)	(86)	(86)	(83)	(84)
Qualifying shares	**(24)**	(24)	(24)	(26)	(34)	(36)	(36)	(36)	(34)
Other	**(62)**	(91)	(122)	(142)	(230)	(302)	(274)	(263)	(291)
Deductions	**(3,303)**	(3,636)	(3,513)	(3,446)	(3,583)	(3,289)	(2,753)	(2,653)	(2,702)
Tier 1A capital	**20,410**	19,140	18,935	18,720	17,477	17,397	17,263	17,354	16,918
Non-controlling interests	**12**	14	13	12	13	17	17	17	17
Tier 1B capital	**12**	14	13	12	13	17	17	17	17
Tier 1 capital	**20,422**	19,154	18,948	18,732	17,490	17,414	17,280	17,371	16,935
Items eligible for Tier 2 capital									
Subordinated notes subject to phase-out	**1,001**	1,018	1,035	1,206	1,213	1,391	1,704	1,892	2,164
Eligible collective allowance	**267**	263	270	252	278	270	281	282	285
Eligible qualifying shares	**24**	24	24	25	24	24	25	25	24
Non-controlling interests	**-**	-	-	-	1	3	2	2	3
Deductions	**(876)**	(876)	(872)	(872)	(872)	(872)	(872)	(872)	(872)
Tier 2 capital	**416**	429	457	611	644	816	1,140	1,329	1,604
Total capital	**$ 20,838**	$ 19,583	$ 19,405	$ 19,343	$ 18,134	$ 18,230	$ 18,420	$ 18,700	$ 18,539

TABLE 7 – RECONCILIATION OF CAPITAL AND COMBINED REGULATORY BALANCE SHEET[1]
As at September 30, 2017

(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	**$ 2,265**	**$ 1,000**	**$ 1,265**		
Securities	**58,002**	**25,596**	**32,406**		
Non-significant investments in the capital of other financial institutions not exceeding regulatory thresholds				**$ 105**	**AA**
Other securities				**32,301**	
Investments in associates and joint ventures accounted for using the equity method	**592**	**(5,039)**	**5,631**		
Significant investments in the capital of other financial institutions exceeding the regulatory thresholds of 10% of Tier 1A capital				**59**	**Q**
Significant investments in the capital of other financial institutions exceeding the regulatory threshold corresponding to the basket of 15% of Tier 1A capital				**-**	**R**
Significant investments in the capital of financial institutions not exceeding the regulatory thresholds				**2,301**	**AC**
Investments in deconsolidated subsidiaries exceeding the regulatory thresholds of 10% of Tier 1A capital				**2,537**	**T**
Investments in deconsolidated subsidiaries exceeding the regulatory thresholds corresponding to the basket of 15% of Tier 1A capital				**-**	**U**
Significant investments in the Tier 2 capital of other financial institutions				**704**	**V**
Other adjustments related to investments				**30**	
Securities borrowed or purchased under reverse repurchase agreements	**10,342**	**67**	**10,275**		
Loans	**174,418**	**3,102**	**171,316**		
Significant investments in the Tier 2 capital of other financial institutions				**172**	**V**
Other loans				**171,144**	
Allowances for credit losses	**(437)**	**(2)**	**(435)**		
Collective allowance allowed for inclusion in Tier 2 capital				**(267)**	**O**
Allowances not allowed for regulatory capital				**(168)**	
Segregated fund net assets	**12,679**	**12,679**	**-**		
Other assets					
Clients' liability under acceptances	**141**	**-**	**141**		
Premiums receivable	**2,137**	**2,137**	**-**		
Derivative financial instruments	**3,027**	**153**	**2,874**		
Amounts receivable from clients, brokers and financial institutions	**4,525**	**73**	**4,452**		
Reinsurance assets	**2,197**	**2,197**	**-**		
Land, buildings and equipment	**2,261**	**1,326**	**935**		
Goodwill	**153**	**118**	**35**		**K**
Software and other intangible assets	**528**	**179**	**349**		**M**
Deferred tax assets	**889**	**260**	**629**		
Deferred tax assets other than those attributable to temporary differences				**137**	**J**
Deferred tax liabilities other than those attributable to temporary differences				**(77)**	**P**
Deferred tax assets related to temporary differences exceeding the regulatory thresholds corresponding to the basket of 15% of Tier 1A capital				**-**	**S**
Deferred tax assets related to temporary differences not exceeding the regulatory thresholds				**623**	**AB**
Deferred tax liabilities related to software and other intangible assets				**(70)**	**N**
Deferred tax liabilities related to goodwill				**-**	**K**
Other deferred tax assets				**16**	
Other	**2,591**	**719**	**1,872**		
Total assets	**$ 276,310**	**$ 44,565**	**$ 231,745**		

Footnotes to this table are presented on the next page.

TABLE 7 – RECONCILIATION OF CAPITAL AND COMBINED REGULATORY BALANCE SHEET[1] (continued)
As at September 30, 2017

(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	**$ 171,903**	**$ (456)**	**$ 172,359**		
Other liabilities					
Acceptances	**141**	**-**	**141**		
Commitments related to securities sold short	**10,249**	**548**	**9,701**		
Commitments related to securities lent or sold under repurchase agreements	**9,535**	**506**	**9,029**		
Derivative financial instruments	**2,897**	**122**	**2,775**		
Amounts payable to clients, brokers and financial institutions	**7,263**	**69**	**7,194**		
Insurance contract liabilities	**27,782**	**27,782**	**-**		
Segregated fund net liabilities	**12,658**	**12,658**	**-**		
Net defined benefit plan liabilities	**2,045**	**538**	**1,507**		
Deferred tax liabilities	**168**	**135**	**33**		
Other	**5,564**	**1,867**	**3,697**		
Subordinated notes	**1,357**	**-**	**1,357**		
Subordinated notes allowed for inclusion in Tier 2 capital subject to phase-out				**$ 1,001**	**L**
Subordinated indebtedness not allowed for Tier 2 capital				**356**	
Total liabilities	**251,562**	**43,769**	**207,793**		
Equity					
Capital stock	**5,375**	**-**	**5,375**		
Permanent shares and surplus shares				**820**	**C**
Qualifying shares				**24**	**W**
Qualifying shares, permanent shares and surplus shares not allowed for Tier 1A capital				**35**	
Federation capital shares				**4,496**	**B**
Share capital	**92**	**-**	**92**		
Preferred shares allowed for inclusion in Tier 1A capital				**1**	**C**
Preferred shares not allowed for regulatory capital				**91**	
Undistributed surplus earnings	**1,792**	**20**	**1,772**		**D**
Accumulated other comprehensive income	**342**	**(20)**	**362**		
Unrealized gains on available-for-sale securities				**255**	**E**
Gains on derivative financial instruments designated as cash flow hedges				**72**	
Unrealized gains on available-for-sale securities (FV hedges)				**36**	**F**
Other				**(1)**	
Reserves	**16,333**	**-**	**16,333**		**A**
Non-controlling interests	**814**	**796**	**18**		
Portion allowed for inclusion in Tier 1A capital				**-**	**G**
Portion allowed for inclusion in additional Tier 1 capital				**12**	**H**
Portion allowed for inclusion in Tier 2 capital				**-**	**I**
Portion not allowed for regulatory capital				**6**	
Total equity	**24,748**	**796**	**23,952**		
Total liabilities and equity	**$ 276,310**	**$ 44,565**	**$ 231,745**		

(1) Per the advisory 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 2.2 of the MD&A, in the 2016 Annual Report.
(3) Refer to Table 4.

TABLE 8 – LEVERAGE RATIO[1]

(in millions of dollars and as a percentage)		As at September 30, 2017	As at June 30, 2017	As at March 31, 2017	As at December 31, 2016	As at September 30, 2016	As at June 30, 2016	As at March 31, 2016	As at December 31, 2015	As at September 30, 2015
SUMMARY COMPARISON OF ACCOUNTING ASSETS VS LEVERAGE RATIO EXPOSURE MEASURE										
Total combined assets as per published financial statements	1	**$ 276,310**	$ 271,983	$ 267,935	$ 258,367	$ 260,157	$ 260,709	$ 255,137	$ 248,128	$ 250,972
Adjustment for investments in banking, financial, insurance or commercial entities that are combined for accounting purposes but excluded from the scope of regulatory consolidation	2	**(44,565)**	(44,571)	(43,536)	(42,681)	(44,742)	(42,584)	(41,871)	(41,117)	(41,049)
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	**951**	1,312	1,353	1,403	1,700	1,467	1,262	1,613	1,469
Adjustment for securities financing transactions (SFT) (i.e. repos and similar secured lending)	5	**819**	688	784	880	1,100	976	894	899	820
Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	6	**16,746**	16,540	16,298	15,981	17,079	16,544	16,421	16,161	15,954
Other adjustments	7	**(3,328)**	(3,579)	(3,437)	(3,478)	(3,691)	(3,505)	(2,899)	(2,859)	(2,970)
Leverage ratio exposure	8	**$ 246,933**	$ 242,373	$ 239,397	$ 230,472	$ 231,603	$ 233,607	$ 228,944	$ 222,825	$ 225,196
LEVERAGE RATIO										
On-balance sheet exposures										
On-balance sheet items (excluding derivatives and SFTs and grandfathered securitization exposures but including collateral)	1	**$ 215,271**	$ 214,783	$ 209,237	$ 201,052	$ 200,662	$ 200,823	$ 199,632	$ 191,868	$ 192,548
(Asset amounts deducted in determining Basel III transitional Tier 1 capital)	2	**-**	-	-	-	-	-	-	-	-
Total on-balance sheet exposures excluding derivatives and SFTs	3	**215,271**	214,783	209,237	201,052	200,662	200,823	199,632	191,868	192,548
Derivative exposures										
Replacement cost associated with all derivatives transactions (net of eligible cash variation margin)	4	**1,781**	1,988	2,063	2,673	2,970	2,778	2,847	3,964	3,867
Add-on amounts for potential future exposures (PFE) associated with all derivatives transactions	5	**2,044**	2,065	1,952	1,972	2,140	2,063	1,890	2,108	1,983
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	**3,825**	4,053	4,015	4,645	5,110	4,841	4,737	6,072	5,850
Securities financing transaction exposures										
Gross SFT assets recognized for accounting purposes (with no recognition of netting), after adjusting for sale accounting transactions	12	**10,272**	6,309	9,064	7,914	7,652	10,423	7,260	7,825	10,024
(Netted amounts of cash payables and cash receivables of gross SFT assets)	13	**-**	-	-	-	-	-	-	-	-
Counterparty credit risk (CCR) exposure for SFT assets	14	**819**	688	784	880	1,100	976	894	899	820
Agent transaction exposures	15	**-**	-	-	-	-	-	-	-	-
Total exposures on securities financing transactions	16	**11,091**	6,997	9,848	8,794	8,752	11,399	8,154	8,724	10,844
Other off-balance sheet exposures										
Off-balance sheet exposure at gross notional amount	17	**97,580**	95,961	94,370	92,649	92,227	89,941	88,210	86,471	85,491
Adjustments for conversion to credit equivalent amounts	18	**(80,834)**	(79,421)	(78,073)	(76,668)	(75,148)	(73,397)	(71,789)	(70,310)	(69,537)
Total other off-balance sheet exposures	19	**16,746**	16,540	16,297	15,981	17,079	16,544	16,421	16,161	15,954
Total exposures	21	**$ 246,933**	$ 242,373	$ 239,397	$ 230,472	$ 231,603	$ 233,607	$ 228,944	$ 222,825	$ 225,196
Tier 1 capital – All-in basis	23	**$ 20,422**	$ 19,154	$ 18,948	$ 18,732	$ 17,490	$ 17,414	$ 17,280	$ 17,371	$ 16,935
Leverage ratio – All-in basis	26	**8.3%**	7.9%	7.9%	8.1%	7.6%	7.5%	7.5%	7.8%	7.5%

[1] Line numbers are in accordance with the "Leverage Ratio Disclosure Requirements" guideline issued by the AMF.

TABLE 9 – RECONCILIATION OF COMBINED BALANCE SHEET AND CREDIT RISK EXPOSURE

	As at September 30, 2017									
	Carrying amounts per issued financial statements	Carrying amounts per regulatory scope of consolidation	Carrying amount of items							
			Subject to the credit risk framework		Subject to the counterparty risk framework			Subject to the market risk framework		Not subject to capital requirements or subject to capital deductions
(in millions of dollars)			Other than individuals	Individuals	Repo-style transactions	OTC derivatives	Subject to securitization provisions	Also subject to credit risk		
ASSETS										
Cash and deposits with financial institutions	$ 2,265	$ 1,265	$ 1,265	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Securities										
Securities at fair value through profit or loss	33,846	15,957	1,736	-	-	-	7	-	14,214	-
Available-for-sale securities	24,156	16,449	16,449	-	-	-	-	-	-	-
Investment securities accounted for using the equity method	592	5,631	2,306	-	-	-	-	-	-	3,325
Other securities	-	-	-	-	-	-	-	-	-	-
	58,594	38,037	20,491	-	-	-	7	-	14,214	3,325
Securities borrowed or purchased under reverse repurchase agreements	10,342	10,275	-	-	10,275	-	-	9,468	-	-
Loans										
Residential mortgages	111,442	109,505	14,646	94,859	-	-	-	-	-	-
Consumer, credit card and other personal loans	23,361	23,165	1,547	21,618	-	-	-	-	-	-
Business and government loans	39,615	38,646	38,458	-	-	-	-	-	-	188
	174,418	171,316	54,651	116,477	-	-	-	-	-	188
Allowance for credit losses	(437)	(435)	(210)	(225)	-	-	-	-	-	-
	173,981	170,881	54,441	116,252	-	-	-	-	-	188
Segregated fund net assets	12,679	-	-	-	-	-	-	-	-	-
Other assets										
Clients' liabilities under acceptances	141	141	141	-	-	-	-	-	-	-
Premiums receivable	2,137	-	-	-	-	-	-	-	-	-
Derivative financial instruments	3,027	2,874	-	-	-	2,020	-	499	-	854
Amounts receivable from clients, brokers and financial institutions	4,525	4,452	4,452	-	-	-	-	-	-	-
Reinsurance assets	2,197	-	-	-	-	-	-	-	-	-
Land, buildings and equipment	2,261	935	935	-	-	-	-	-	-	-
Goodwill	153	35	-	-	-	-	-	-	-	35
Intangible assets	528	349	-	-	-	-	-	-	-	349
Deferred tax assets	889	629	629	-	-	-	-	-	-	-
Other	2,591	1,872	1,872	-	-	-	-	-	-	-
	18,449	11,287	8,029	-	-	2,020	-	499	-	1,238
Total assets	$ 276,310	$ 231,745	$ 84,226	$ 116,252	$ 10,275	$ 2,020	$ 7	$ 9,967	$ 14,214	$ 4,751

TABLE 10 – RISK-WEIGHTED ASSETS (RWA)

(in millions of dollars and as a percentage)	Internal Ratings-Based Approach		Standardized Approach		Total as at September 30, 2017			
	Exposure[1]	RWA	Exposure[1]	RWA	Exposure[1]	RWA	Capital requirement[2]	Average risk-weighting rate
Credit risk other than counterparty risk[3]								
Sovereign borrowers	$ -	$ -	$ 14,850	$ 29	$ 14,850	$ 29	$ 2	-%
Financial institutions	-	-	10,228	2,135	10,228	2,135	171	21
Businesses	-	-	53,625	43,309	53,625	43,309	3,465	81
Securitization	-	-	7	85	7	85	7	1,214
Equities	-	-	124	213	124	213	17	172
SMEs similar to other retail client exposures	-	-	7,399	4,885	7,399	4,885	391	66
Mortgages	101,095	8,730	271	35	101,366	8,765	701	9
Other retail client exposures (excluding SMEs)	9,592	3,383	258	214	9,850	3,597	288	37
Qualifying-revolving retail client exposures	36,310	7,641	-	-	36,310	7,641	611	21
Sub-total – Credit risk other than counterparty risk	146,997	19,754	86,762	50,905	233,759	70,659	5,653	30
Counterparty risk[3]								
Sovereign borrowers	-	-	5	-	5	-	-	-
Financial institutions	-	-	1,622	325	1,622	325	26	20
Businesses	-	-	7	7	7	7	1	100
Trading portfolios	-	-	1,191	334	1,191	334	27	28
Credit valuation adjustment charge (CVA)	-	-	-	-	-	854	68	-
Additional requirements related to the banking and trading portfolio	-	-	-	-	86	2	-	-
Sub-total – Counterparty risk	-	-	2,825	666	2,911	1,522	122	52
Other assets[4]	-	-	-	-	16,835	10,053	804	60
Scaling factors[5]	-	1,185	-	-	-	1,185	95	-
Total – Credit risk	146,997	20,939	89,587	51,571	253,505	83,419	6,674	33
Market risk								
Interest rate position risk	-	-	-	1,979	-	1,979	158	-
Currency risk	-	-	-	188	-	188	15	-
Additional requirements for other risks[6]	-	-	-	122	-	122	10	-
Total – Market risk	-	-	-	2,289	-	2,289	183	-
Operational risk	-	-	-	11,831	-	11,831	946	-
Total risk-weighted assets before threshold	$ 146,997	$ 20,939	$ 89,587	$ 65,691	$ 253,505	$ 97,539	$ 7,803	-%
Risk-weighted assets after the transitional provisions for the CVA charge[7]								
RWA for Tier 1A capital	-	-	-	-	-	97,300	7,783	-
RWA for Tier 1 capital	-	-	-	-	-	97,342	7,787	-
RWA for total capital	-	-	-	-	-	97,377	7,790	-
Transitional threshold adjustment[8]	-	-	-	-	-	17,098	1,368	-
Total risk-weighted assets	$ 146,997	$ 20,939	$ 89,587	$ 65,691	$ 253,505	$ 114,398	$ 9,151	-%

Footnotes to this table are presented on the next page.

TABLE 10 – RISK-WEIGHTED ASSETS (RWA) (continued)

(in millions of dollars and as a percentage)	Risk-weighted assets						
	As at June 30, 2017	As at March 31, 2017	As at December 31, 2016	As at September 30, 2016	As at June 30, 2016	As at March 31, 2016	As at December 31, 2015
Credit risk other than counterparty risk[3]							
Sovereign borrowers	$ 4	$ 2	$ 2	$ 17	$ 3	$ 3	$ -
Financial institutions	2,044	2,050	1,668	1,656	1,600	1,723	1,634
Businesses	42,644	41,748	40,355	38,808	38,108	39,211	38,166
Securitization	93	98	1,138	918	921	937	1,043
Equities	217	123	98	155	236	156	95
SMEs similar to other retail client exposures	4,804	4,611	4,399	4,962	4,651	3,403	3,383
Mortgages	8,409	8,437	8,271	7,631	7,404	7,512	7,420
Other retail client exposures (excluding SMEs)	3,370	3,171	3,133	3,306	3,037	2,910	2,859
Qualifying-revolving retail client exposures	7,455	7,581	7,590	8,921	8,738	8,591	8,622
Sub-total - Credit risk other than counterparty risk	69,040	67,821	66,654	66,374	64,698	64,446	63,222
Counterparty risk[3]							
Sovereign borrowers	-	-	-	-	-	-	-
Financial institutions	310	295	317	338	339	287	320
Businesses	20	8	13	17	3	19	2
Trading portfolios	269	250	191	301	284	362	308
Credit valuation adjustment charge (CVA)	773	738	807	920	900	810	912
Additional requirements related to the banking and trading portfolio	1	2	1	2	2	1	-
Sub-total – Counterparty risk	1,373	1,293	1,329	1,578	1,528	1,479	1,542
Other assets[4]	10,050	9,958	9,674	9,167	9,156	9,026	8,957
Scaling factors[5]	1,137	1,137	1,121	1,176	1,141	1,131	1,124
Total - Credit risk	81,600	80,209	78,778	78,295	76,523	76,082	74,845
Market risk							
Interest rate position risk	1,517	2,211	1,428	2,007	1,992	1,817	2,006
Currency risk	231	258	262	222	215	169	83
Additional requirements for other risks[6]	139	139	120	118	111	215	68
Total - Market risk	1,887	2,608	1,810	2,347	2,318	2,201	2,157
Operational risk	11,849	13,365	13,315	13,275	13,215	13,112	13,032
Total risk-weighted assets before threshold	$ 95,336	$ 96,182	$ 93,903	$ 93,917	$ 92,056	$ 91,395	$ 90,034
Risk-weighted assets after the transitional provisions for the CVA charge[7]							
RWA for Tier 1A capital	95,120	95,976	93,612	93,585	91,731	91,102	89,706
RWA for Tier 1 capital	95,159	96,013	93,668	93,649	91,794	91,159	89,769
RWA for total capital	95,190	96,042	93,716	93,704	91,848	91,207	89,824
Transitional threshold adjustment[8]	16,917	14,393	14,532	13,470	17,955	18,124	18,778
Total risk-weighted assets	$ 112,037	$ 110,369	$ 108,144	$ 107,055	$ 109,686	$ 109,226	$ 108,484

(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) A reclassification between "Credit risk other than counterparty risk" and "Counterparty risk" has occurred as at December 31, 2016. Prior period data were restated.
(4) 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 above 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 risk section.
(5) 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.
(6) Other risks include equities risk, commodities risk and options risk.
(7) The scaling factors used since January 1, 2014 to account for the requirements for the CVA charge are being phased in to calculate the Tier 1A, Tier 1 and total capital ratios, which are 72%, 77% and 81%, respectively, in 2017 (64%, 71% and 77% in 2016). They will reach 100% for each capital tier by 2019.
(8) As prescribed in Section 1.6 of the AMF guideline. 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 11 – CHANGE IN RISK-WEIGHTED ASSETS[1]

(in millions of dollars)	For the three-month periods ended								
	September 30, 2017			June 30, 2017			March 31, 2017		
	Credit risk other than counterparty risk	**Counterparty risk**	**Total**	Credit risk other than counterparty risk	Counterparty risk	Total	Credit risk other than counterparty risk	Counterparty risk	Total
Credit risk									
Risk-weighted assets at beginning of period[2]	**$ 80,227**	**$ 1,157**	**$ 81,384**	$ 78,916	$ 1,087	$ 80,003	$ 77,449	$ 1,038	$ 78,487
Size of portfolio[3]	**810**	**140**	**950**	2,062	70	2,132	2,051	(11)	2,040
Quality of portfolio[4]	**921**	**(14)**	**907**	(86)	-	(86)	(788)	1	(787)
Updating of models[5]	**-**	**-**	**-**	-	-	-	-	-	-
Procedures and policies[6]	**-**	**-**	**-**	(586)	-	(586)	242	59	301
Acquisitions and transfers	**65**	**-**	**65**	-	-	-	-	-	-
Change in exchange rates	**(126)**	**-**	**(126)**	(79)	-	(79)	(38)	-	(38)
Other	**-**	**-**	**-**	-	-	-	-	-	-
Total changes in risk-weighted assets	**1,670**	**126**	**1,796**	1,311	70	1,381	1,467	49	1,516
Risk-weighted assets at end of period	**$ 81,897**	**$ 1,283**	**$ 83,180**	$ 80,227	$ 1,157	$ 81,384	$ 78,916	$ 1,087	$ 80,003

(in millions of dollars)	For the three-month periods ended								
	December 31, 2016			September 30, 2016			June 30, 2016		
	Credit risk other than counterparty risk	Counterparty risk	Total	Credit risk other than counterparty risk	Counterparty risk	Total	Credit risk other than counterparty risk	Counterparty risk	Total
Credit risk									
Risk-weighted assets at beginning of period[2]	$ 76,717	$ 1,246	$ 77,963	$ 74,996	$ 1,203	$ 76,199	$ 74,603	$ 1,186	$ 75,789
Size of portfolio[3]	1,092	(60)	1,032	1,197	43	1,240	593	112	705
Quality of portfolio[4]	173	(148)	25	494	-	494	(48)	(95)	(143)
Updating of models[5]	(577)	-	(577)	-	-	-	-	-	-
Procedures and policies[6]	-	-	-	-	-	-	(136)	-	(136)
Acquisitions and transfers	-	-	-	-	-	-	-	-	-
Change in exchange rates	44	-	44	34	-	34	(16)	-	(16)
Other	-	-	-	(4)	-	(4)	-	-	-
Total changes in risk-weighted assets	732	(208)	524	1,721	43	1,764	393	17	410
Risk-weighted assets at end of period	$ 77,449	$ 1,038	$ 78,487	$ 76,717	$ 1,246	$ 77,963	$ 74,996	$ 1,203	$ 76,199

Footnotes to this table are presented on the page 19.

TABLE 11 – CHANGE IN RISK-WEIGHTED ASSETS[1] (continued)

(in millions of dollars)	For the three-month periods ended					
	March 31, 2016			December 31, 2015		
	Credit risk other than counterparty risk	Counterparty risk	Total	Credit risk other than counterparty risk	Counterparty risk	Total
Credit risk						
Risk-weighted assets at beginning of period[2]	$ 73,303	$ 1,214	$ 74,517	$ 71,952	$ 1,242	$ 73,194
Size of portfolio[3]	1,373	(56)	1,317	1,164	(3)	1,161
Quality of portfolio[4]	47	28	75	(162)	(25)	(188)
Updating of models[5]	-	-	-	240	-	240
Procedures and policies[6]	13	-	13	31	-	31
Acquisitions and transfers	-	-	-	-	-	-
Change in exchange rates	(133)	-	(133)	78	-	78
Other	-	-	-	-	-	-
Total changes in risk-weighted assets	1,300	(28)	1,272	1,351	(28)	1,323
Risk-weighted assets at end of period	$ 74,603	$ 1,186	$ 75,789	$ 73,303	$ 1,214	$ 74,517

Footnotes to this table are presented on the page 19.

TABLE 11 – CHANGE IN RISK-WEIGHTED ASSETS[1] (continued)

	For the three-month periods ended							
(in millions of dollars)	**September 30, 2017**	June 30, 2017	March 31, 2017	December 31, 2016	September 30, 2016	June 30, 2016	March 31, 2016	December 31, 2015
Market risk								
Risk-weighted assets at beginning of period	**$ 1,887**	$ 2,608	$ 1,810	$ 2,347	$ 2,318	$ 2,201	$ 2,157	$ 2,410
Change in risk level[7]	**402**	(721)	798	(537)	29	117	44	(253)
Updating of models[5]	**-**	-	-	-	-	-	-	-
Procedures and policies[6]	**-**	-	-	-	-	-	-	-
Acquisitions and transfers	**-**	-	-	-	-	-	-	-
Change in exchange rates	**-**	-	-	-	-	-	-	-
Other	**-**	-	-	-	-	-	-	-
Total changes in risk-weighted assets	**402**	(721)	798	(537)	29	117	44	(253)
Risk-weighted assets at end of period	**$ 2,289**	$ 1,887	$ 2,608	$ 1,810	$ 2,347	$ 2,318	$ 2,201	$ 2,157
Operational risk								
Risk-weighted assets at beginning of the period	**$ 11,849**	$ 13,365	$ 13,315	$ 13,275	$ 13,215	$ 13,112	$ 13,032	$ 12,969
Revenue generated	**(18)**	75	50	40	60	103	80	63
Procedures and policies[6]	**-**	(1,591)	-	-	-	-	-	-
Acquisitions and transfers	**-**	-	-	-	-	-	-	-
Total changes in risk-weighted assets	**(18)**	(1,516)	50	40	60	103	80	63
Risk-weighted assets at end of period	**$ 11,831**	$ 11,849	$ 13,365	$ 13,315	$ 13,275	$ 13,215	$ 13,112	$ 13,032
Transitional threshold adjustment								
Risk-weighted assets at beginning of the period	**$ 16,917**	$ 14,393	$ 14,532	$ 13,470	$ 17,955	$ 18,124	$ 18,778	$ 18,188
Size of portfolio[3]	**358**	286	(200)	429	(76)	(421)	(109)	815
Quality of portfolio[4]	**(175)**	120	308	114	(99)	92	(424)	51
Updating of models[5]	**-**	-	-	519	-	-	-	(271)
Procedures and policies[6]	**-**	2,117	(247)	-	(4,309)	159	(121)	(5)
Acquisitions and transfers	**(1)**	-	-	-	-	-	-	-
Change in exchange rates	**(1)**	1	-	-	(1)	1	-	-
Other	**-**	-	-	-	-	-	-	-
Total changes in risk-weighted assets	**181**	2,524	(139)	1,062	(4,485)	(169)	(654)	590
Risk-weighted assets at end of year	**$ 17,098**	$ 16,917	$ 14,393	$ 14,532	$ 13,470	$ 17,955	$ 18,124	$ 18,778

(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 risk” and “Counterparty risk” has occurred as at December 31, 2016. Prior period data were 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 12 – RISK-WEIGHTED ASSETS[1] BY BUSINESS SEGMENT

(in millions of dollars)	**As at September 30, 2017**	As at June 30, 2017	As at March 31, 2017	As at December 31, 2016	As at September 30, 2016
Allocated to business segments					
Personal and Business Services	**$ 81,550**	$ 79,840	$ 80,845	$ 77,821	$ 78,504
Wealth Management and Life and Health Insurance	**5,733**	5,291	5,359	4,985	4,563
Property and Casualty Insurance	**2,231**	2,444	2,561	2,637	2,157
Other	**7,785**	7,545	7,211	8,169	8,361
Not allocated[2]	**17,099**	16,917	14,393	14,532	13,470
Total risk-weighted assets	**$ 114,398**	$ 112,037	$ 110,369	$ 108,144	$ 107,055

(in millions of dollars)	As at June 30, 2016
Allocated to business segments	
Personal and Business Services	$ 76,949
Wealth Management and Life and Health Insurance	4,473
Property and Casualty Insurance	2,255
Other	8,054
Not allocated[2]	17,955
Total risk-weighted assets	$ 109,686

[1] Risk-weighted assets represent the amount of risk-weighted assets used in calculating the Tier 1A capital ratio.
[2] Includes risk-weighted assets related to the threshold adjustment.

TABLE 13 – RISK EXPOSURE BY ASSET CLASS (EXPOSURE AT DEFAULT [EAD])

(in millions of dollars)	As at September 30, 2017 Exposure classes[1] Used exposure	Unused exposure	Repo-style transactions	OTC derivatives	Off-balance sheet exposure	Total	Net exposure[2]	As at June 30, 2017 Exposure classes[1] Used exposure	Unused exposure	Repo-style transactions	OTC derivatives	Off-balance sheet exposure	Total	Net exposure[2]
Standardized Approach														
Sovereign borrowers	**$ 14,261**	**$ 459**	**$ 3**	**$ 5**	**$ 130**	**$ 14,858**	**$ 14,855**	$ 15,847	$ 442	$ 1,223	$ 3	$ 19	$ 17,534	$ 16,397
Financial institutions	**7,630**	**2,489**	**1,134**	**2,956**	**602**	**14,811**	**11,850**	6,771	2,639	694	3,140	752	13,996	11,178
Businesses	**48,786**	**4,624**	**162**	**3**	**560**	**54,135**	**53,632**	48,116	4,466	91	25	596	53,294	52,787
SMEs similar to other retail client exposures	**7,210**	**222**	**-**	**-**	**34**	**7,466**	**7,399**	7,174	242	-	-	35	7,451	7,383
Mortgages	**271**	**-**	**-**	**-**	**-**	**271**	**271**	206	-	-	-	-	206	206
Other retail client exposures (excluding SMEs)	**1,452**	**39**	**-**	**-**	**-**	**1,491**	**258**	1,456	35	-	-	-	1,491	264
Securitization	**7**	**-**	**-**	**-**	**-**	**7**	**7**	7	-	-	-	-	7	7
Equities	**124**	**-**	**-**	**-**	**-**	**124**	**124**	128	-	-	-	-	128	128
Trading portfolio	**-**	**-**	**17,202**	**833**	**-**	**18,035**	**1,191**	-	-	12,609	860	-	13,469	886
Internal Ratings-Based approach														
Mortgages	**91,805**	**9,290**	**-**	**-**	**-**	**101,095**	**101,095**	90,587	9,094	-	-	-	99,681	99,681
Revolving retail client exposures	**10,934**	**25,376**	**-**	**-**	**-**	**36,310**	**36,310**	10,753	24,921	-	-	-	35,674	35,674
Other retail client exposures	**9,217**	**354**	**-**	**-**	**21**	**9,592**	**9,592**	8,840	347	-	-	23	9,210	9,210
Total	**$ 191,697**	**$ 42,853**	**$ 18,501**	**$ 3,797**	**$ 1,347**	**$ 258,195**	**$ 236,584**	$ 189,885	$ 42,186	$ 14,617	$ 4,028	$ 1,425	$ 252,141	$ 233,801

(in millions of dollars)	As at March 31, 2017 Exposure classes[1] Used exposure	Unused exposure	Repo-style transactions	OTC derivatives	Off-balance sheet exposure	Total	Net exposure[2]	As at December 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	$ 14,945	$ 449	$ 7	$ 3	$ 85	$ 15,489	$ 15,482	$ 14,321	$ 457	$ 861	$ 2	$ 89	$ 15,730	$ 14,909
Financial institutions	6,885	2,676	379	3,198	624	13,762	11,211	4,849	2,618	957	3,786	781	12,991	9,260
Businesses	46,940	4,579	287	-	646	52,452	51,679	45,398	4,498	517	-	935	51,348	50,135
SMEs similar to other retail client exposures	7,169	66	-	-	44	7,279	7,207	6,922	56	-	-	42	7,020	6,951
Mortgages	186	-	-	-	-	186	186	143	-	-	-	-	143	143
Other retail client exposures (excluding SMEs)	1,463	18	-	-	-	1,481	221	1,521	17	-	-	-	1,538	247
Securitization	8	-	-	-	-	8	8	807	-	-	-	-	807	807
Equities	122	-	-	-	-	122	122	98	-	-	-	-	98	98
Trading portfolio	-	-	15,957	784	-	16,741	938	-	-	14,563	844	-	15,407	915
Internal Ratings-Based Approach														
Mortgages	88,448	8,764	-	-	-	97,212	97,212	88,199	8,500	-	-	-	96,699	96,699
Revolving retail client exposures	10,451	24,653	-	-	-	35,104	35,104	10,682	23,920	-	-	-	34,602	34,602
Other retail client exposures	8,540	344	-	-	21	8,905	8,905	8,332	326	-	-	18	8,676	8,676
Total	$ 185,157	$ 41,549	$ 16,630	$ 3,985	$ 1,420	$ 248,741	$ 228,275	$ 181,272	$ 40,392	$ 16,898	$ 4,632	$ 1,865	$ 245,059	$ 223,442

Footnotes to this table are presented on the page 23.

TABLE 13 – RISK EXPOSURE BY ASSET CLASS (EXPOSURE AT DEFAULT [EAD]) (continued)

	As at September 30, 2016							As at June 30, 2016						
	Exposure classes[1]							Exposure classes[1]						
(in millions of dollars)	Used exposure	Unused exposure	Repo-style transactions	OTC derivatives	Off-balance sheet exposure	Total	Net exposure[2]	Used exposure	Unused exposure	Repo-style transactions	OTC derivatives	Off-balance sheet exposure	Total	Net exposure[2]
Standardized Approach														
Sovereign borrowers	$ 15,255	$ 451	$ 19	$ 3	$ 85	$ 15,813	$ 15,795	$ 14,769	$ 446	$ 744	$ 3	$ 84	$ 16,046	$ 15,330
Financial institutions	4,879	2,362	1,513	3,906	1,218	13,878	9,220	4,936	2,600	4,660	3,595	1,013	16,804	9,428
Businesses	42,696	4,770	499	4	728	48,697	47,685	43,562	4,209	134	1	686	48,592	47,944
SMEs similar to other retail client exposures	8,725	63	-	-	36	8,824	8,753	7,243	32	-	-	35	7,310	7,242
Mortgages	131	-	-	-	-	131	131	119	-	-	-	-	119	119
Other retail client exposures (excluding SMEs)	1,481	26	-	-	-	1,507	265	1,391	23	-	-	-	1,414	175
Securitization	809	1,193	-	-	-	2,002	2,002	806	1,193	-	-	-	1,999	1,999
Equities	155	-	-	-	-	155	155	236	-	-	-	-	236	236
Trading portfolio	-	-	15,499	1,107	-	16,606	1,204	-	-	14,901	1,174	-	16,075	1,092
Internal Ratings-Based Approach														
Mortgages	87,789	5,539	-	-	-	93,328	93,328	87,140	5,418	-	-	-	92,558	92,558
Revolving retail client exposures	10,519	25,499	-	-	-	36,018	36,018	10,466	25,161	-	-	-	35,627	35,627
Other retail client exposures	8,067	186	-	-	7	8,260	8,260	7,870	185	-	-	6	8,061	8,061
Total	$ 180,506	$ 40,089	$ 17,530	$ 5,020	$ 2,074	$ 245,219	$ 222,816	$ 178,538	$ 39,267	$ 20,439	$ 4,773	$ 1,824	$ 244,841	$ 219,811

	As at March 31, 2016							As at December 31, 2015						
	Exposure classes[1]							Exposure classes[1]						
(in millions of dollars)	Used exposure	Unused exposure	Repo-style transactions	OTC derivatives	Off-balance sheet exposure	Total	Net exposure[2]	Used exposure	Unused exposure	Repo-style transactions	OTC derivatives	Off-balance sheet exposure	Total	Net exposure[2]
Standardized Approach														
Sovereign borrowers	$ 14,884	$ 465	$ -	$ 3	$ 84	$ 15,436	$ 15,436	$ 15,199	$ 477	$ 1,169	$ 2	$ 59	$ 16,906	$ 15,760
Financial institutions	5,183	2,579	1,015	3,391	824	12,992	9,351	5,449	2,335	1,478	4,537	1,042	14,841	9,628
Businesses	44,499	4,325	20	19	1,049	49,912	49,099	43,533	4,446	71	1	702	48,753	48,154
SMEs similar to other retail client exposures	5,513	20	-	-	25	5,558	5,513	5,516	21	-	-	25	5,562	5,518
Mortgages	117	-	-	-	-	117	117	124	-	-	-	-	124	124
Other retail client exposures (excluding SMEs)	1,444	15	-	-	-	1,459	175	1,482	14	-	-	-	1,496	173
Securitization	830	1,193	-	-	-	2,023	2,023	828	1,193	-	-	-	2,021	2,021
Equities	156	-	-	-	-	156	156	95	-	-	-	-	95	95
Trading portfolio	-	-	17,543	1,312	-	18,855	1,198	-	-	15,130	1,529	-	16,659	1,167
Internal Ratings-Based Approach														
Mortgages	85,416	5,203	-	-	-	90,619	90,619	85,068	5,062	-	-	-	90,130	90,130
Revolving retail client exposures	10,239	24,713	-	-	-	34,952	34,952	10,466	24,010	-	-	-	34,476	34,476
Other retail client exposures	7,726	174	-	-	7	7,907	7,906	7,621	172	-	-	6	7,799	7,799
Total	$ 176,007	$ 38,687	$ 18,578	$ 4,725	$ 1,989	$ 239,986	$ 216,545	$ 175,381	$ 37,730	$ 17,848	$ 6,069	$ 1,834	$ 238,862	$ 215,045

Footnotes to this table are presented on the page 23.

TABLE 13 – RISK EXPOSURE BY ASSET CLASS (EXPOSURE AT DEFAULT [EAD]) (continued)

	As at September 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	$ 14,668	$ 526	$ 260	$ 2	$ 72	$ 15,528	$ 15,239
Financial institutions	5,161	2,497	1,037	4,178	837	13,710	9,310
Businesses	42,754	4,155	29	6	800	47,744	47,125
SMEs similar to other retail client exposures	5,624	24	-	-	26	5,674	5,627
Mortgages	161	-	-	-	-	161	161
Other retail client exposures (excluding SMEs)	1,570	12	-	-	-	1,582	169
Securitization	825	1,193	-	-	-	2,018	2,018
Equities	128	-	-	-	-	128	128
Trading portfolio	-	-	17,055	1,660	-	18,715	1,117
Internal Ratings-Based Approach							
Mortgages	84,260	4,951	-	-	-	89,211	89,211
Revolving retail client exposures	10,316	23,849	-	-	-	34,165	34,165
Other retail client exposures	7,496	187	-	-	5	7,688	7,688
Total	$ 172,963	$ 37,394	$ 18,381	$ 5,846	$ 1,740	$ 236,324	$ 211,958

[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 14 – RECONCILIATION OF EXPOSURE AT DEFAULT AND REGULATORY BALANCE SHEET[1]

	As at September 30, 2017				
		Items subject to:			Items
(in millions of dollars)	Total	Credit risk framework	Securitization provisions	Counterparty risk framework	not subject to credit risk
Cash and deposits with financial institutions	$ 1,265	$ 1,265	$ -	$ -	$ -
Securities	38,037	20,492	7	-	17,538
Securities borrowed or purchased under reverse repurchase agreements	10,275	-	-	10,275	-
Loans	170,881	170,693	-	-	188
Segregated fund net assets	-	-	-	-	-
Other assets	11,287	8,028	-	2,020	1,239
Total assets	231,745	200,478	7	12,295	$ 18,965
Commitments related to securities lent or sold under repurchase agreements	9,029	-	-	9,029	
Off-balance sheet derivative financial instruments	1,777	-	-	1,777	
Unused commitments	96,223	42,853	-	-	
Other off-balance sheet items	2,002	1,347	-	-	
Differences arising from the recognition of allowances	362	362	-	-	
Adjustments to account for differences related to on-balance sheet exposures	497	104	-	393	
Total exposure at default for credit risk	$ 341,635	$ 245,144	$ 7	$ 23,494	

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

TABLE 15 – CREDIT RISK MITIGATION

(in millions of dollars)	As at September 30, 2017 Exposure at default (EAD)	Exposure covered by collateral[1]	Exposure covered by guarantees/ credit derivatives	As at June 30, 2017 Exposure at default (EAD)	Exposure covered by collateral[1]	Exposure covered by guarantees/ credit derivatives
Standardized Approach						
Sovereign borrowers	**$ 14,858**	**$ 3**	**$ 17**	$ 17,534	$ 1,137	$ 1
Financial institutions	**14,811**	**2,961**	**279**	13,996	2,818	300
Businesses	**54,135**	**503**	**10,082**	53,294	507	9,852
SMEs similar to other retail client exposures	**7,466**	**67**	**1,451**	7,451	68	1,559
Mortgages	**271**	**-**	**173**	206	-	-
Other retail client exposure (excluding SMEs)	**1,491**	**1,233**	**-**	1,491	1,227	-
Securitization	**7**	**-**	**-**	7	-	-
Equities	**124**	**-**	**-**	128	-	-
Trading portfolio	**18,035**	**16,844**	**-**	13,469	12,583	-
Internal Ratings-Based Approach[2]						
Mortgages	**101,095**	**-**	**28,356**	99,681	-	28,427
Revolving retail client exposures	**36,310**	**-**	**-**	35,674	-	-
Other retail client exposures	**9,592**	**-**	**2,239**	9,210	-	2,297
Total	**$ 258,195**	**$ 21,611**	**$ 42,597**	$ 252,141	$ 18,340	$ 42,436

(in millions of dollars)	As at March 31, 2017 Exposure at default (EAD)	Exposure covered by collateral[1]	Exposure covered by guarantees/ credit derivatives	As at December 31, 2016 Exposure at default (EAD)	Exposure covered by collateral[1]	Exposure covered by guarantees/ credit derivatives
Standardized Approach						
Sovereign borrowers	$ 15,489	$ 7	$ 2	$ 15,730	$ 821	$ 2
Financial institutions	13,762	2,551	307	12,991	3,731	315
Businesses	52,452	773	9,690	51,348	1,213	9,548
SMEs similar to other retail client exposures	7,279	72	1,642	7,020	69	1,681
Mortgages	186	-	-	143	-	-
Other retail client exposure (excluding SMEs)	1,481	1,260	-	1,538	1,291	-
Securitization	8	-	-	807	-	-
Equities	122	-	-	98	-	-
Trading portfolio	16,741	15,803	-	15,407	14,492	-
Internal Ratings-Based Approach[2]						
Mortgages	97,212	-	27,226	96,699	-	27,285
Revolving retail client exposures	35,104	-	-	34,602	-	-
Other retail client exposures	8,905	-	2,394	8,676	-	2,328
Total	$ 248,741	$ 20,466	$ 41,261	$ 245,059	$ 21,617	$ 41,159

Footnotes to this table are presented on the page 27.

TABLE 15 – CREDIT RISK MITIGATION (continued)

(in millions of dollars)	As at September 30, 2016			As at June 30, 2016		
	Exposure at default (EAD)	Exposure covered by collateral[1]	Exposure covered by guarantees/ credit derivatives	Exposure at default (EAD)	Exposure covered by collateral[1]	Exposure covered by guarantees/ credit derivatives
Standardized Approach						
Sovereign borrowers	$ 15,813	$ 18	$ 2	$ 16,046	$ 716	$ 2
Financial institutions	13,878	4,658	345	16,804	7,376	337
Businesses	48,697	1,012	8,304	48,592	648	9,376
SMEs similar to other retail client exposures	8,824	71	2,850	7,310	68	1,682
Mortgages	131	-	19	119	-	20
Other retail client exposure (excluding SMEs)	1,507	1,242	-	1,414	1,239	-
Securitization	2,002	-	400	1,999	-	400
Equities	155	-	-	236	-	-
Trading portfolio	16,606	15,402	-	16,075	14,983	-
Internal Ratings-Based Approach[2]						
Mortgages	93,328	-	26,389	92,558	-	26,625
Revolving retail client exposures	36,018	-	-	35,627	-	-
Other retail client exposures	8,260	-	2,213	8,061	-	2,280
Total	$ 245,219	$ 22,403	$ 40,522	$ 244,841	$ 25,030	$ 40,722

(in millions of dollars)	As at March 31, 2016			As at December 31, 2015		
	Exposure at default (EAD)	Exposure covered by collateral[1]	Exposure covered by guarantees/ credit derivatives	Exposure at default (EAD)	Exposure covered by collateral[1]	Exposure covered by guarantees/ credit derivatives
Standardized Approach						
Sovereign borrowers	$ 15,436	$ -	$ 3	$ 16,906	$ 1,146	$ 3
Financial institutions	12,992	3,642	317	14,841	5,212	388
Businesses	49,912	848	9,512	48,753	643	9,512
SMEs similar to other retail client exposures	5,558	48	1,403	5,562	48	1,440
Mortgages	117	-	21	124	-	21
Other retail client exposure (excluding SMEs)	1,459	1,284	-	1,496	1,322	-
Securitization	2,023	-	400	2,021	-	400
Equities	156	-	-	95	-	-
Trading portfolio	18,855	17,658	-	16,659	15,493	-
Internal Ratings-Based Approach[2]						
Mortgages	90,619	-	26,246	90,130	-	26,531
Revolving retail client exposures	34,952	-	-	34,476	-	-
Other retail client exposures	7,907	-	2,375	7,799	-	2,308
Total	$ 239,986	$ 23,480	$ 40,277	$ 238,862	$ 23,864	$ 40,603

Footnotes to this table are presented on the page 27.

TABLE 15 – CREDIT RISK MITIGATION (continued)

(in millions of dollars)	As at September 30, 2015 Exposure at default (EAD)	Exposure covered by collateral[1]	Exposure covered by guarantees/ credit derivatives
Standardized Approach			
Sovereign borrowers	$ 15,528	$ 290	$ 3
Financial institutions	13,710	4,400	333
Businesses	47,744	664	9,383
SMEs similar to other retail client exposures	5,674	51	1,465
Mortgages	161	-	22
Other retail client exposure (excluding SMEs)	1,582	1,413	-
Securitization	2,018	-	400
Equities	128	-	-
Trading portfolio	18,715	17,598	-
Internal Ratings-Based Approach[2]			
Mortgages	89,211	-	26,483
Revolving retail client exposures	34,165	-	-
Other retail client exposures	7,688	-	2,203
Total	$ 236,324	$ 24,416	$ 40,292

[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 internal models.

TABLE 16 – DETAILS OF THE CREDIT PORTFOLIO SUBJECT TO THE INTERNAL RATING-BASED APPROACH[1]

Used exposure

(in millions of dollars and as a percentage)			As at September 30, 2017							As at June 30, 2017						
		PD scale (%)	**EAD-weighted average PD**	**EAD-weighted average LGD**	**EAD**	**RWA**	**RWA as a percentage of EAD[2]**	**EL**	**RWA adjusted for EL, as a percentage of EAD[2][3]**	EAD-weighted average PD	EAD-weighted average LGD	EAD	RWA	RWA as a percentage of EAD[2]	EL	RWA adjusted for EL, as a percentage of EAD[2][3]
Exposures related to residential mortgage loans																
Insured exposures																
	Excellent	0.00-0.14	**0.07%**	**8.40%**	**$ 7,878**	**$ 119**	**1.51%**	**$ 0.5**	**1.59%**	0.07%	8.40%	$ 8,265	$ 125	1.52%	$ 0.5	1.59%
	Very low	0.15-0.24	**-**	**-**	**-**	**-**	**-**	**-**	**-**	-	-	-	-	-	-	-
		0.25-0.49	**0.26**	**8.34**	**7,308**	**297**	**4.06**	**1.6**	**4.33**	0.26	8.36	7,415	302	4.07	1.6	4.34
	Low	0.50-0.74	**0.59**	**8.31**	**6,403**	**466**	**7.28**	**3.1**	**7.89**	0.59	8.33	6,327	462	7.30	3.1	7.91
		0.75-2.49	**1.43**	**8.33**	**5,771**	**756**	**13.10**	**6.9**	**14.59**	1.43	8.34	5,549	727	13.12	6.6	14.61
	Medium	2.50-9.99	**5.47**	**8.36**	**1,530**	**429**	**28.03**	**7.0**	**33.75**	5.54	8.36	1,472	415	28.18	6.8	33.96
	High	10.00-99.99	**27.39**	**8.40**	**375**	**184**	**49.03**	**8.7**	**77.79**	27.39	8.47	359	178	49.43	8.4	78.42
	Default	100.00	**100.00**	**8.45**	**183**	**192**	**104.91**	**0.4**	**107.93**	100.00	8.44	213	224	104.88	0.4	107.08
	Sub-total		**1.75**	**8.35**	**29,448**	**2,443**	**8.30**	**28.2**	**9.49**	1.81	8.36	29,600	2,433	8.22	27.4	9.38
Uninsured exposures																
	Excellent	0.00-0.14	**0.07**	**10.83**	**21,139**	**413**	**1.95**	**1.6**	**2.05**	0.07	10.73	21,467	415	1.93	1.6	2.03
	Very low	0.15-0.24	**-**	**-**	**-**	**-**	**-**	**-**	**-**	-	-	-	-	-	-	-
		0.25-0.49	**0.26**	**11.10**	**16,708**	**903**	**5.41**	**4.8**	**5.77**	0.26	10.95	16,306	869	5.33	4.6	5.69
	Low	0.50-0.74	**0.59**	**11.25**	**11,835**	**1,165**	**9.84**	**7.9**	**10.67**	0.59	11.06	11,280	1,092	9.68	7.4	10.50
		0.75-2.49	**1.44**	**11.45**	**9,522**	**1,721**	**18.08**	**15.7**	**20.15**	1.44	11.24	8,976	1,594	17.74	14.5	19.76
	Medium	2.50-9.99	**5.45**	**11.74**	**2,503**	**982**	**39.23**	**15.8**	**47.19**	5.41	11.42	2,354	896	38.07	14.5	45.78
	High	10.00-99.99	**27.42**	**11.18**	**459**	**300**	**65.26**	**14.1**	**103.57**	27.42	10.75	413	259	62.76	12.2	99.60
	Default	100.00	**100.00**	**10.75**	**192**	**219**	**114.09**	**9.5**	**175.73**	100.00	10.76	192	220	114.45	9.3	175.13
	Sub-total		**1.15**	**11.11**	**62,358**	**5,703**	**9.15**	**69.4**	**10.54**	1.13	10.95	60,988	5,345	8.76	64.1	10.08
	Total		**1.34**	**10.23**	**91,806**	**8,146**	**8.87**	**97.6**	**10.20**	1.35	10.11	90,588	7,778	8.59	91.5	9.85
Qualifying revolving retail client exposures (QRRCE)																
	Excellent	0.00-0.14	**0.07**	**77.60**	**2,871**	**98**	**3.43**	**1.6**	**4.12**	0.07	77.71	2,891	98	3.40	1.6	4.08
	Very low	0.15-0.24	**-**	**-**	**-**	**-**	**-**	**-**	**-**	-	-	-	-	-	-	-
		0.25-0.49	**0.33**	**75.57**	**1,609**	**196**	**12.20**	**4.1**	**15.35**	0.33	75.72	1,565	192	12.25	4.0	15.41
	Low	0.50-0.74	**0.68**	**65.06**	**458**	**85**	**18.48**	**2.0**	**24.01**	0.68	64.82	448	83	18.42	2.0	23.93
		0.75-2.49	**1.70**	**77.23**	**3,701**	**1,584**	**42.81**	**48.0**	**59.02**	1.70	77.23	3,620	1,548	42.77	46.9	58.96
	Medium	2.50-9.99	**4.38**	**71.67**	**1,081**	**861**	**79.63**	**34.0**	**118.96**	4.37	71.60	1,060	842	79.46	33.3	118.68
	High	10.00-99.99	**17.48**	**59.63**	**1,102**	**1,626**	**147.53**	**115.0**	**277.95**	17.46	59.63	1,056	1,556	147.46	109.9	277.73
	Default	100.00	**100.00**	**59.67**	**112**	**781**	**698.73**	**5.9**	**764.75**	100.00	59.97	113	790	697.98	6.6	770.64
	Total		**3.89**	**74.07**	**10,934**	**5,231**	**47.84**	**210.6**	**71.92**	3.86	74.16	10,753	5,109	47.52	204.3	71.26
Other retail client exposures, excluding SMEs similar to the other retail client																
	Excellent	0.00-0.14	**0.08**	**28.92**	**994**	**56**	**5.66**	**0.2**	**5.93**	0.08	29.10	1,016	58	5.73	0.2	6.01
	Very low	0.15-0.24	**-**	**-**	**-**	**-**	**-**	**-**	**-**	-	-	-	-	-	-	-
		0.25-0.49	**0.28**	**28.12**	**1,470**	**207**	**14.05**	**1.1**	**15.01**	0.28	28.02	1,433	201	14.00	1.1	14.96
	Low	0.50-0.74	**0.64**	**29.63**	**1,651**	**397**	**24.06**	**3.1**	**26.37**	0.64	28.74	1,575	368	23.37	2.8	25.62
		0.75-2.49	**1.61**	**34.84**	**1,859**	**785**	**42.24**	**10.7**	**49.42**	1.61	33.94	1,757	723	41.14	9.8	48.14
	Medium	2.50-9.99	**3.39**	**36.73**	**2,840**	**1,459**	**51.38**	**34.9**	**49.42**	3.34	36.21	2,679	1,356	50.58	32.1	48.14
	High	10.00-99.99	**22.78**	**29.59**	**328**	**225**	**68.43**	**21.5**	**150.10**	22.81	29.12	305	205	67.36	19.6	147.75
	Default	100.00	**100.00**	**35.82**	**74**	**186**	**250.09**	**14.8**	**499.22**	100.00	34.83	75	172	228.74	15.4	483.68
	Total		**3.15**	**32.60**	**9,216**	**3,315**	**35.97**	**86.3**	**47.67**	3.14	32.03	8,840	3,083	34.87	81.0	46.33
Overall total			**1.74%**	**18.31%**	**$ 111,956**	**$ 16,692**	**14.91%**	**$ 394.5**	**19.32%**	1.74%	18.12%	$ 110,181	$ 15,970	14.49%	$ 376.8	18.77%

Footnotes to this table are presented on page 35.

TABLE 16 – DETAILS OF THE CREDIT PORTFOLIO SUBJECT TO THE INTERNAL RATING-BASED APPROACH[1] (continued)

Used exposure

(in millions of dollars and as a percentage)		As at March 31, 2017							As at December 31, 2016						
	PD scale (%)	EAD-weighted average PD	EAD-weighted average LGD	EAD	RWA	RWA as a percentage of EAD[2]	EL	RWA adjusted for EL, as a percentage of EAD[2][3]	EAD-weighted average PD	EAD-weighted average LGD	EAD	RWA	RWA as a percentage of EAD[2]	EL	RWA adjusted for EL, as a percentage of EAD[2][3]
Exposures related to residential mortgage loans															
Insured exposures															
Excellent	0.00-0.14	0.07%	8.44%	$ 7,833	$ 119	1.52%	$ 0.5	1.60%	0.07%	8.48%	$ 7,804	$ 119	1.53%	$ 0.5	1.60%
Very low	0.15-0.24	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	0.25-0.49	0.26	8.39	6,957	284	4.09	1.5	4.36	0.26	8.41	7,015	287	4.10	1.5	4.37
Low	0.50-0.74	0.59	8.40	6,045	444	7.35	3.0	7.97	0.59	8.39	6,157	453	7.35	3.1	7.97
	0.75-2.49	1.44	8.37	5,477	725	13.20	6.6	14.71	1.44	8.42	5,557	736	13.25	6.7	14.76
Medium	2.50-9.99	5.50	8.41	1,503	424	28.25	6.9	34.02	5.54	8.41	1,544	438	28.37	7.2	34.19
High	10.00-99.99	27.39	8.48	417	206	49.49	9.7	78.51	27.39	8.50	422	209	49.61	9.8	78.70
Default	100.00	100.00	8.63	236	253	107.02	0.7	110.84	100.00	8.65	247	263	106.73	0.9	111.50
Sub-total		2.01	8.41	28,468	2,455	8.62	28.9	9.89	2.04	8.43	28,746	2,505	8.72	29.7	10.01
Uninsured exposures															
Excellent	0.00-0.14	0.07	10.91	21,209	417	1.97	1.6	2.06	0.07	10.64	20,801	399	1.92	1.5	2.01
Very low	0.15-0.24	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	0.25-0.49	0.26	11.14	15,905	863	5.43	4.6	5.79	0.26	10.69	15,792	823	5.21	4.4	5.56
Low	0.50-0.74	0.59	11.24	11,004	1,082	9.84	7.3	10.66	0.59	10.71	10,987	1,030	9.37	6.9	10.16
	0.75-2.49	1.45	11.35	8,835	1,588	17.97	14.5	20.02	1.45	10.81	8,823	1,510	17.11	13.9	19.07
Medium	2.50-9.99	5.38	11.41	2,337	886	37.91	14.3	45.55	5.45	10.82	2,354	853	36.24	14.0	43.62
High	10.00-99.99	27.42	11.19	494	322	65.32	15.2	103.66	27.42	10.67	493	307	62.29	14.4	98.86
Default	100.00	100.00	10.88	196	224	114.16	11.1	185.14	100.00	10.67	203	226	111.04	11.7	183.07
Sub-total		1.18	11.12	59,980	5,382	8.97	68.6	10.40	1.20	10.70	59,453	5,148	8.66	66.8	10.06
Total		1.44	10.25	88,448	7,837	8.86	97.5	10.24	1.48	9.96	88,199	7,653	8.68	96.5	10.04
Qualifying revolving retail client exposures (QRRCE)															
Excellent	0.00-0.14	0.07	76.78	2,642	89	3.37	1.4	4.05	0.07	77.29	2,778	93	3.37	1.5	4.05
Very low	0.15-0.24	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	0.25-0.49	0.33	75.44	1,488	181	12.16	3.7	15.30	0.33	75.30	1,518	184	12.14	3.8	15.27
Low	0.50-0.74	0.68	64.88	454	84	18.43	2.0	23.95	0.68	65.05	444	82	18.48	2.0	24.01
	0.75-2.49	1.70	77.15	3,553	1,522	42.85	46.1	59.09	1.70	77.17	3,556	1,528	42.95	46.3	59.23
Medium	2.50-9.99	4.37	71.62	1,067	848	79.48	33.5	118.70	4.38	71.66	1,085	865	79.66	34.2	119.00
High	10.00-99.99	17.49	59.66	1,122	1,656	147.64	117.3	278.24	17.49	59.62	1,183	1,746	147.52	123.5	277.95
Default	100.00	100.00	59.94	125	869	696.55	7.4	770.78	100.00	59.95	118	807	686.12	8.3	774.63
Total		4.19	73.63	10,451	5,249	50.23	211.4	75.52	4.14	73.74	10,682	5,305	49.66	219.6	75.35
Other retail client exposures, excluding SMEs similar to the other retail client exposures															
Excellent	0.00-0.14	0.08	28.35	971	54	5.55	0.2	5.81	0.08	27.60	945	51	5.43	0.2	5.69
Very low	0.15-0.24	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	0.25-0.49	0.28	26.78	1,378	184	13.38	1.0	14.30	0.28	26.17	1,376	180	13.08	1.0	13.98
Low	0.50-0.74	0.65	27.29	1,547	344	22.22	2.7	24.36	0.64	27.45	1,490	333	22.33	2.6	24.49
	0.75-2.49	1.60	33.20	1,705	686	40.25	9.3	47.10	1.60	33.70	1,628	665	40.85	9.1	47.80
Medium	2.50-9.99	3.29	35.93	2,538	1,270	50.09	29.7	47.10	3.34	36.04	2,483	1,251	50.32	29.4	65.18
High	10.00-99.99	22.87	28.87	320	214	66.84	20.4	146.76	22.87	28.98	333	223	67.13	21.4	147.43
Default	100.00	100.00	34.11	81	166	204.95	17.8	480.74	100.00	34.71	77	165	214.82	16.7	486.27
Total		3.27	31.20	8,540	2,918	34.18	81.1	46.05	3.32	31.16	8,332	2,868	34.42	80.4	46.49
Overall total		1.86%	18.08%	$ 107,439	$ 16,004	14.90%	$ 390.0	19.44%	1.89%	17.96%	$ 107,213	$ 15,826	14.76%	$ 396.5	19.38%

Footnotes to this table are presented on page 35.

TABLE 16 – DETAILS OF THE CREDIT PORTFOLIO SUBJECT TO THE INTERNAL RATING-BASED APPROACH[1] (continued)

Used exposure

(in millions of dollars and as a percentage) — As at September 30, 2016

	EAD-weighted average PD	EAD-weighted average LGD	EAD	RWA	RWA as a percentage of EAD[2]	EL	RWA adjusted for EL, as a percentage of EAD[2][3]
Exposures related to residential mortgage loans							
Insured exposures							
Excellent	0,23%	9,47%	$ 6 117	$ 258	4,22%	$ 1,3	4,49%
Very low	-	-	-	-	-	-	-
Low	0,26	9,70	13 594	245	4,75	-	5,07
Medium-low	0,52	9,45	4 084	1	7,58	2,0	8,20
Medium	0,61	9,49	23	310	15,86	4,5	17,77
Medium-high	1,61	9,49	2 894	459	32,74	2,7	39,20
High	5,40	9,57	503	164	55,53	8,8	81,17
Very high	20,95	9,79	422	235	55,53	-	1,26
Default	100,00	9,86	265	321	121,08	1,1	126,22
Sub-total	1,70	9,59	27 902	1 993	7,14	20,4	8,09
Uninsured exposures							
Excellent	0,23	16,39	36 251	837	7,29	4,3	7,76
Very low	-	-	-	-	-	-	-
Low	0,52	16,49	11 456	840	13,21	4,3	14,29
Medium-low	1,59	16,59	6 353	1 079	27,47	5,6	30,77
Medium	5,45	16,62	4 412	1 212	57,23	11,7	68,55
Medium-high	20,94	16,42	713	407	93,13	6,6	136,10
High	20,94	16,42	218	374	93,13	16,7	136,10
Very high	-	-	-	-	-	-	-
Default	100,00	16,27	484	451	-	12,4	67,38
Sub-total	0,86	16,35	59 887	5 200	8,68	61,6	9,95
Total	1,12	14,20	87 789	7 193	8,19	82,0	9,36
Qualifying revolving retail client exposures (QRRCE)							
Excellent	0,17	81,00	1 291	102	7,87	2,0	9,73
Very low	0,26	74,19	1 122	114	10,15	2,0	12,78
Low	0,42	74,68	1 184	177	14,92	4,0	19,06
Medium-low	0,84	80,29	1 590	432	27,20	11,0	35,80
Medium	1,53	80,91	1 864	799	42,89	23,0	58,46
Medium-high	2,93	72,72	2 193	1 347	61,43	47,0	88,04
High	5,82	62,63	607	510	84,03	22,0	129,55
Very high	21,70	53,17	601	865	143,85	70,0	288,15
Default	100,00	54,35	67	383	574,50	8,0	727,36
Total	3,31	74,89	10 519	4 729	44,96	189,0	67,38
Other retail client exposures, excluding SMEs similar to the other retail client exposures							
Excellent	0,05	41,66	362	23	6,46	-	6,75
Very low	0,10	37,46	1 000	93	9,34	-	9,81
Low	0,23	34,53	1 498	224	14,99	1,0	15,95
Medium-low	0,53	33,73	1 400	330	23,54	2,0	25,56
Medium	1,04	38,29	993	367	36,99	3,0	41,34
Medium-high	1,80	49,30	1 722	1 032	59,87	14,0	70,03
High	4,90	48,92	715	513	71,70	16,0	100,16
Very high	20,57	34,60	324	246	75,97	23,0	159,72
Default	100,00	60,14	53	219	409,75	17,0	806,36
Total	2,59	40,14	8 067	3 047	37,77	76,0	49,59
Overall total	1,45%	22,17%	$ 106 375	$ 14 969	14,07%	$ 347,0	18,15%

Footnotes to this table are presented on page 35.

TABLE 16 – DETAILS OF THE CREDIT PORTFOLIO SUBJECT TO THE INTERNAL RATING-BASED APPROACH[1] (continued)

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[2]	EL	RWA adjusted for EL, as a percentage of EAD[2][3]	EAD-weighted average PD	EAD-weighted average LGD	EAD	RWA	RWA as a percentage of EAD[2]	EL	RWA adjusted for EL, as a percentage of EAD[2][3]
Exposures related to residential mortgage loans														
Insured exposures														
Excellent	0.07%	8.48%	$ 14,085	$ 250	1.53%	$ 0.9	1.60%	0.07%	8.44%	$ 13,907	$ 248	1.52%	$ 1.0	0.23%
Very low	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Low	0.59	8.39	6,136	254	7.35	1.2	7.97	0.26	8.32	6,064	255	4.05	1.3	0.27
Medium-low	1.44	8.42	25	1	13.25	-	14.76	0.59	8.30	24	1	7.27	-	0.52
Medium	5.54	8.41	3,991	296	28.37	1.8	34.19	1.44	8.30	3,959	298	13.07	1.9	1.62
Medium-high	5.40	8.50	2,794	433	49.61	4.1	78.70	5.53	8.29	2,867	452	27.94	4.4	5.40
High	20.95	8.65	484	157	-	2.4	-	27.39	8.31	979	420	48.53	11.9	20.95
Very high	20.95	8.65	406	220	-	8.1	111.50	-	-	-	-	-	-	-
Default	100.00	8.59	294	355	106.73	1.4	-	100.00	8.35	316	392	102.88	1.0	108.35
Sub-total	1.76	9.42	28,215	1,966	6.97	19.9	7.87	1.89	9.55	28,116	2,066	7.35	21.5	8.31
Uninsured exposures														
Excellent	0.26	10.69	36,170	1,072	5.21	4.1	5.56	0.07	10.62	34,860	1,033	1.91	4.0	2.01
Very low	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Low	1.45	10.81	11,095	809	17.11	4.2	19.07	0.26	10.69	10,702	779	5.21	4.1	5.55
Medium-low	5.45	10.82	6,084	802	36.24	5.2	43.62	0.59	10.71	5,999	789	9.38	5.2	10.17
Medium	20.94	10.67	4,262	1,172	62.29	11.2	98.86	1.45	10.82	4,325	1,189	17.13	11.5	19.09
Medium-high	27.42	16.47	657	375	111.04	5.9	183.07	5.46	10.83	679	387	36.29	6.1	43.67
High	27.42	16.47	430	402	49.66	14.8	225.40	27.42	10.69	505	472	62.40	17.3	99.03
Very high	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Default	100.00	73.74	227	390	-	12.7	75.35	100.00	10.85	228	394	114.93	12.9	181.68
Sub-total	0.86	16.33	58,925	5,022	8.52	58.1	9.76	0.91	16.32	57,298	5,043	8.80	61.1	10.13
Total	1.48	9.96	87,140	6,988	8.68	78.0	10.04	1.23	14.09	85,414	7,109	8.32	82.6	9.53
Qualifying revolving retail client exposures (QRRCE)														
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%	$ 331.0	17.66%	1.54%	21.93%	$ 103,379	$ 14,418	13.95%	$ 329.2	17.93%

Footnotes to this table are presented on page 35.

TABLE 16 – DETAILS OF THE CREDIT PORTFOLIO SUBJECT TO THE INTERNAL RATING-BASED APPROACH[1] (continued)

Unused exposure and off-balance sheet exposure

(in millions of dollars and as a percentage)		As at September 30, 2017									As at June 30, 2017								
	PD scale (%)	**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[2]**	**EL**	**RWA adjusted for EL, as a percentage of EAD[2][3]**	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[2]	EL	RWA adjusted for EL, as a percentage of EAD[2][3]
Exposures related to residential loans																			
Insured exposures																			
Excellent	0.00 - 0.14	**0.07%**	**8.20%**	**$ 8**	**$ 4**	**50.00%**	**$ -**	**1.48%**	**$ -**	**1.55%**	0.07%	8.20%	$ 11	$ 5	50.00%	$ -	1.48%	$ -	1.55%
Very low	0.15 - 0.24	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	-	-	-	-	-	-	-	-	-
	0.25 - 0.49	**0.26**	**8.18**	**30**	**14**	**50.00**	**1**	**3.98**	**-**	**4.25**	0.26	8.19	33	16	50.00	1	3.99	-	4.26
Low	0.50 - 0.74	**0.59**	**8.17**	**28**	**14**	**50.00**	**1**	**7.15**	**0.1**	**7.76**	0.59	8.17	33	17	50.00	1	7.15	0.1	7.75
	0.75 - 2.49	**1.43**	**8.16**	**27**	**14**	**50.00**	**2**	**12.80**	**-**	**14.26**	1.46	8.17	28	14	50.00	2	13.01	-	14.50
Medium	2.50 - 9.99	**5.36**	**8.16**	**8**	**4**	**50.00**	**1**	**27.10**	**-**	**32.57**	5.26	8.18	7	4	50.00	1	26.95	-	32.33
High	10.00 - 99.99	**27.42**	**8.15**	**1**	**1**	**50.00**	**-**	**47.60**	**-**	**75.55**	27.42	8.41	2	1	50.00	-	49.10	-	77.92
Default	100.00	**100.00**	**8.14**	**-**	**-**	**50.00**	**-**	**101.75**	**-**	**101.75**	100.00	8.33	-	-	50.00	-	104.14	-	104.14
Sub-total		**1.51**	**8.17**	**102**	**51**	**50.00**	**5**	**9.46**	**0.1**	**10.85**	1.55	8.18	114	57	50.00	5	9.20	0.1	10.56
Uninsured exposures																			
Excellent	0.00 - 0.14	**0.07**	**11.12**	**8,350**	**4,308**	**51.60**	**86**	**2.00**	**0.3**	**2.10**	0.07	11.09	8,327	4,290	51.53	86	2.00	0.3	2.10
Very low	0.15 - 0.24	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	-	-	-	-	-	-	-	-	-
	0.25 - 0.49	**0.26**	**11.31**	**5,280**	**2,750**	**52.07**	**151**	**5.51**	**0.8**	**5.88**	0.26	11.26	5,120	2,660	51.93	146	5.48	0.8	5.85
Low	0.50 - 0.74	**0.59**	**11.63**	**2,722**	**1,332**	**48.93**	**137**	**10.18**	**0.9**	**11.04**	0.59	11.61	2,612	1,275	48.83	130	10.16	0.9	11.02
	0.75 - 2.49	**1.43**	**12.39**	**1,568**	**711**	**45.38**	**139**	**19.45**	**1.3**	**21.67**	1.43	12.15	1,494	682	45.66	130	19.11	1.1	21.28
Medium	2.50 - 9.99	**4.92**	**13.56**	**285**	**122**	**42.95**	**53**	**43.57**	**0.8**	**52.02**	4.89	13.53	268	115	42.91	50	43.52	0.8	51.97
High	10.00 - 99.99	**27.42**	**15.33**	**41**	**15**	**36.54**	**13**	**89.51**	**0.6**	**142.06**	27.42	13.49	38	14	37.61	11	78.73	0.5	124.95
Default	100.00	**100.00**	**10.10**	**25**	**-**	**1.03**	**-**	**126.20**	**-**	**126.20**	100.00	10.03	22	-	1.25	-	125.33	-	125.33
Sub-total		**0.42**	**11.39**	**18,271**	**9,238**	**50.57**	**579**	**6.26**	**4.7**	**6.91**	0.41	11.33	17,881	9,036	50.54	553	6.12	4.4	6.74
Total		**0.42**	**11.37**	**18,373**	**9,289**	**50.56**	**584**	**6.28**	**4.8**	**6.93**	0.42	11.31	17,995	9,093	50.54	558	6.14	4.5	6.76
Qualifying revolving retail client (QRRCE)																			
Excellent	0.00 - 0.14	**0.08**	**79.42**	**29,865**	**19,452**	**65.13**	**716**	**3.68**	**11.6**	**7.79**	0.08	79.34	29,351	19,128	65.17	701	3.67	11.4	7.78
Very low	0.15 - 0.24	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	-	-	-	-	-	-	-	-	-
	0.25 - 0.49	**0.34**	**77.98**	**4,107**	**2,605**	**63.44**	**335**	**12.87**	**7.0**	**24.77**	0.34	78.14	4,044	2,567	63.54	332	12.92	6.9	23.40
Low	0.50 - 0.74	**0.68**	**65.79**	**450**	**248**	**55.08**	**46**	**18.69**	**1.1**	**50.12**	0.68	65.71	433	238	55.08	45	18.67	1.1	49.22
	0.75 - 2.49	**1.45**	**78.76**	**5,248**	**2,825**	**53.84**	**1,083**	**38.32**	**31.7**	**70.30**	1.44	78.81	5,098	2,752	54.00	1,049	38.06	30.6	66.91
Medium	2.50 - 9.99	**4.25**	**71.61**	**628**	**193**	**30.75**	**151**	**78.03**	**5.9**	**116.29**	4.26	71.61	603	186	30.65	144	78.10	5.7	116.39
High	10.00 - 99.99	**18.08**	**60.04**	**428**	**53**	**12.31**	**79**	**150.44**	**5.7**	**266.43**	18.13	60.25	400	50	12.37	75	151.18	5.5	252.51
Default	100.00	**100.00**	**-**	**9**	**-**	**-**	**-**	**-**	**-**	**-**	100.00	-	7	-	-	-	-	-	-
Total		**0.33**	**78.97**	**40,735**	**25,376**	**62.30**	**2,410**	**9.50**	**63.0**	**12.60**	0.33	78.94	39,936	24,921	62.40	2,346	9.41	61.2	12.48
Other retail client exposures, excluding SMEs similar to other retail client exposures																			
Excellent	0.00 - 0.14	**0.07**	**41.94**	**362**	**236**	**64.94**	**17**	**7.44**	**0.1**	**7.79**	0.07	42.38	363	237	65.05	17	7.43	0.1	7.78
Very low	0.15 - 0.24	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	-	-	-	-	-	-	-	-	-
	0.25 - 0.49	**0.28**	**45.66**	**130**	**80**	**61.16**	**19**	**23.16**	**0.1**	**24.77**	0.28	43.12	119	72	61.33	16	21.88	0.1	23.40
Low	0.50 - 0.74	**0.68**	**53.70**	**62**	**33**	**53.66**	**15**	**45.56**	**0.1**	**50.12**	0.68	52.73	64	34	53.39	15	44.74	0.1	49.22
	0.75 - 2.49	**1.34**	**53.93**	**30**	**16**	**54.76**	**10**	**61.28**	**0.1**	**70.30**	1.33	51.71	33	18	52.13	12	58.40	0.1	66.91
Medium	2.50 - 9.99	**3.23**	**39.57**	**18**	**9**	**52.03**	**5**	**55.30**	**0.1**	**72.00**	2.88	51.37	14	7	51.02	4	70.64	0.1	88.75
High	10.00 - 99.99	**24.91**	**48.14**	**4**	**2**	**49.93**	**2**	**116.52**	**0.2**	**266.43**	24.91	45.63	5	2	50.52	3	110.44	0.3	252.51
Default	100.00	**100.00**	**0.37**	**-**	**-**	**-**	**-**	**4.63**	**-**	**4.63**	100.00	72.87	-	-	0.05	-	804.47	-	938.90
Total		**0.42**	**44.26**	**606**	**376**	**61.96**	**68**	**18.20**	**0.7**	**20.67**	0.45	44.11	598	370	61.94	67	18.17	0.8	20.80
Overall total		**0.36%**	**60.67%**	**$ 59,714**	**$35,041**	**58.68%**	**$ 3,062**	**8.74%**	**$ 68.5**	**11.19%**	0.35%	60.68%	$ 58,529	$34,384	58.75%	$ 2,971	8.64%	$ 66.5	11.06%

Footnotes to this table are presented on page 35.

TABLE 16 – DETAILS OF THE CREDIT PORTFOLIO SUBJECT TO THE INTERNAL RATING-BASED APPROACH[1] (continued)

Unused exposure and off-balance sheet exposure

(in millions of dollars and as a percentage)

		As at March 31, 2017									As at December 31, 2016								
	PD scale (%)	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[2]	EL	RWA adjusted for EL, as a percentage of EAD[2][3]	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[2]	EL	RWA adjusted for EL, as a percentage of EAD[2][3]
Exposures related to residential mortgage loans																			
Insured exposures																			
Excellent	0.00 - 0.14	0.07%	8.21%	$ 9	$ 5	50.00%	$ -	1.48%	$ -	1.55%	0.07%	8.20%	$ 8	$ 4	50.00%	$ -	1.48%	$ -	1.55%
Very low	0.15 - 0.24	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	0.25 - 0.49	0.26	8.24	22	11	50.00	-	4.01	-	4.28	0.26	8.16	20	10	50.00	-	3.98	-	4.24
Low	0.50 - 0.74	0.59	8.19	28	14	50.00	2	7.17	-	7.77	0.59	8.16	20	10	50.00	1	7.14	-	7.74
	0.75 - 2.49	1.43	8.17	23	11	50.00	1	12.81	0.1	14.27	1.43	8.15	17	9	50.00	1	12.81	-	14.27
Medium	2.50 - 9.99	5.74	8.24	7	3	50.00	1	28.25	-	34.16	5.63	8.16	6	3	50.00	1	27.75	-	33.49
High	10.00 - 99.99	27.42	8.33	2	1	50.00	-	48.64	-	77.19	27.31	8.32	1	-	50.00	-	48.55	-	76.96
Default	100.00	100.00	9.06	-	-	50.00	-	113.31	-	113.31	100.00	8.82	-	-	50.00	-	110.31	-	110.31
Sub-total		1.88	8.21	91	45	50.00	4	9.87	0.1	11.41	1.83	8.17	72	36	50.00	3	9.65	-	11.06
Uninsured exposures																			
Excellent	0.00 - 0.14	0.07	11.03	8,069	4,149	51.42	83	1.99	0.3	2.09	0.07	10.96	7,736	3,965	51.27	78	1.98	0.3	2.07
Very low	0.15 - 0.24	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	0.25 - 0.49	0.26	11.26	4,960	2,570	51.80	141	5.48	0.8	5.85	0.26	11.09	4,857	2,506	51.60	136	5.40	0.7	5.76
Low	0.50 - 0.74	0.59	11.61	2,511	1,219	48.55	124	10.16	0.8	11.02	0.59	11.35	2,507	1,220	48.65	121	9.94	0.8	10.77
	0.75 - 2.49	1.43	12.06	1,447	655	45.30	124	18.95	1.1	21.11	1.43	11.75	1,425	644	45.18	119	18.47	1.2	20.57
Medium	2.50 - 9.99	4.88	12.96	264	113	42.74	47	41.57	0.7	49.61	4.90	12.55	269	116	43.18	47	40.30	0.7	48.10
High	10.00 - 99.99	27.42	13.65	38	13	34.73	11	79.68	0.5	126.46	27.42	13.72	37	13	35.21	11	80.10	0.5	127.12
Default	100.00	100.00	10.24	24	-	0.86	-	127.95	-	127.95	100.00	10.32	25	-	1.26	-	128.97	-	128.97
Sub-total		0.41	11.29	17,313	8,719	50.36	530	6.07	4.2	6.68	0.42	11.14	16,856	8,464	50.22	512	6.04	4.2	6.66
Total		0.41	11.27	17,404	8,764	50.36	534	6.09	4.3	6.71	0.42	11.13	16,928	8,500	50.22	515	6.06	4.2	6.67
Qualifying revolving retail client exposures (QRRCE)																			
Excellent	0.00 - 0.14	0.08	79.34	28,984	18,890	65.17	693	3.67	11.3	7.78	0.08	79.24	28,139	18,339	65.17	673	3.67	10.9	4.41
Very low	0.15 - 0.24	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	0.25 - 0.49	0.34	78.14	4,018	2,553	63.54	330	12.92	6.9	23.40	0.34	77.91	3,897	2,471	63.41	318	12.86	6.6	16.20
Low	0.50 - 0.74	0.68	65.71	438	241	55.08	45	18.67	1.1	49.22	0.68	65.88	440	243	55.14	45	18.72	1.1	24.32
	0.75 - 2.49	1.44	78.81	5,057	2,731	54.00	1,040	38.06	30.3	66.91	1.45	78.74	4,849	2,612	53.86	1,000	38.27	29.3	52.29
Medium	2.50 - 9.99	4.26	71.61	602	185	30.65	144	78.10	5.7	116.39	4.23	71.35	592	183	30.91	142	77.51	5.6	115.47
High	10.00 - 99.99	18.13	60.25	430	53	12.37	80	151.18	5.8	252.51	17.96	60.00	595	72	12.15	108	149.96	7.8	285.12
Default	100.00	100.00	-	9	-	-	-	-	-	-	100.00	-	8	-	-	-	-	-	-
Total		0.33	78.92	39,538	24,653	62.35	2,332	9.46	61.1	12.56	0.35	78.79	38,520	23,920	62.10	2,286	9.56	61.3	12.76
Other retail client exposures, excluding SMEs similar to other retail client exposures																			
Excellent	0.00 - 0.14	0.07	42.38	346	225	65.05	17	7.43	0.1	7.78	0.07	41.53	338	219	64.69	16	7.49	0.1	7.84
Very low	0.15 - 0.24	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	0.25 - 0.49	0.28	43.12	113	69	61.33	15	21.88	0.1	23.40	0.28	45.38	117	69	59.38	16	23.00	0.1	24.60
Low	0.50 - 0.74	0.68	52.73	65	35	53.39	15	44.74	0.1	49.22	0.68	52.28	57	30	53.44	13	44.36	0.1	48.80
	0.75 - 2.49	1.33	51.71	32	17	52.13	10	58.40	0.1	66.91	1.34	49.26	29	16	52.78	9	55.93	0.1	64.14
Medium	2.50 - 9.99	2.88	51.37	33	17	51.02	12	70.64	0.2	88.75	3.26	38.16	16	8	49.79	4	53.32	0.1	69.38
High	10.00 - 99.99	24.91	45.63	5	2	50.52	3	110.44	0.3	252.51	24.09	44.54	6	2	37.97	3	105.72	0.2	238.34
Default	100.00	100.00	72.87	1	-	0.05	-	804.47	-	938.90	100.00	77.13	1	-	0.11	-	964.13	-	964.13
Total		0.52	44.37	595	365	61.41	72	19.65	0.9	22.74	0.46	43.55	564	344	61.02	61	17.82	0.7	20.43
Overall total		0.35%	61.00%	$ 57,537	$33,782	58.72%	$ 2,938	8.69%	$ 66.3	11.15%	0.37%	60.87%	$ 56,012	$32,764	58.50%	$ 2,862	8.74%	$ 66.2	11.26%

Footnotes to this table are presented on page 35.

TABLE 16 – DETAILS OF THE CREDIT PORTFOLIO SUBJECT TO THE INTERNAL RATING-BASED APPROACH[1] (continued)

Unused exposure and off-balance sheet exposure

(in millions of dollars and as a percentage) — As at September 30, 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[2]	EL	RWA adjusted for EL, as a percentage of EAD[2][3]
Exposures related to residential mortgage loans									
Insured exposures									
Excellent	0.05%	17.72%	$ 38	$ 19	33.20%	$ -	2.45%	$ -	2.56%
Very low	-	-	-	-	-	-	-	-	-
Low	0.10	18.64	30	14	33.48	1	4.43	-	4.66
Medium-low	0.23	20.22	-	-	33.69	-	9.00	-	9.58
Medium	0.52	22.18	19	9	33.86	-	17.78	-	19.22
Medium-high	1.11	22.11	17	8	33.97	1	29.69	-	32.75
High	2.42	23.68	2	1	34.35	-	51.94	-	59.11
Very high	5.45	27.66	1	-	35.00	-	95.21	-	114.06
Default	-	29.95	-	-	34.23	1	169.87	-	248.25
Sub-total	1.13	8.82	107	51	50.00	3	6.95	-	7.83
Uninsured exposures									
Excellent	0.07	18.09	12,145	4,040	33.27	132	3.25	0.7	3.40
Very low	-	-	-	-	-	-	-	0.4	-
Low	0.52	22.27	2,553	856	33.54	79	17.85	0.4	19.30
Medium-low	1.55	22.94	1,039	349	33.66	64	37.75	0.7	42.30
Medium	5.45	29.67	619	210	33.86	79	102.13	0.3	122.30
Medium-high	20.94	31.96	58	20	33.95	19	181.29	0.8	264.90
High	20.94	17.94	38	13	3.97	22	224.19	-	224.20
Very high	-	-	-	-	-	-	-	-	-
Default	-	-	25	-	-	1	-	-	-
Sub-total	0.26	19.03	16,477	5,488	33.29	396	7.21	3.3	7.94
Total	0.27	18.93	16,584	5,539	33.40	399	7.20	3.3	7.94
Qualifying revolving retail client exposures (QRRCE)									
Excellent	0.20	80.99	20,699	14,644	70.76	1,266	8.65	24.1	10.71
Very low	0.31	79.36	5,133	3,723	72.53	469	12.59	9.9	15.91
Low	0.50	81.30	3,555	2,611	73.43	487	18.64	11.1	23.95
Medium-low	0.89	84.05	2,972	2,010	67.62	594	29.53	15.1	38.95
Medium	1.54	81.89	2,450	1,326	54.12	578	43.56	16.8	59.40
Medium-high	2.93	73.00	2,380	1,012	42.51	624	61.67	21.6	88.39
High	5.81	62.85	566	128	22.67	108	84.28	4.7	129.94
Very high	21.78	54.16	379	45	11.89	66	146.74	5.3	294.32
Default	-	-	23	-	-	-	-	-	-
Total	0.54	80.62	38,157	25,499	66.83	4,192	16.44	108.6	21.77
Other retail client exposures, excluding SMEs similar to other retail client exposures									
Excellent	0.06	44.27	147	54	36.75	4	8.25	-	8.68
Very low	0.11	41.12	180	61	34.72	7	11.12	-	11.72
Low	0.26	46.47	115	40	34.35	9	22.82	0.1	24.40
Medium-low	0.61	50.62	66	22	33.58	9	40.60	0.1	44.48
Medium	1.33	49.16	24	8	33.23	5	56.05	0.1	64.27
Medium-high	2.89	41.41	13	5	34.26	3	57.46	0.1	72.43
High	6.44	40.33	2	1	32.64	-	61.25	-	93.63
Very high	22.50	34.55	5	2	34.31	1	80.63	-	177.78
Default	100.00	70.12	1	-	0.09	-	788.47	-	914.01
Total	0.52	44.46	553	193	34.92	38	19.82	0.4	22.57
Overall total	0.50%	69.45%	$ 55,294	$ 31,231	56.48%	$ 4,629	14.82%	$ 112.3	19.32%

Footnotes to this table are presented on page 35.

TABLE 16 – DETAILS OF THE CREDIT PORTFOLIO SUBJECT TO THE INTERNAL RATING-BASED APPROACH[1] (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[2]	EL	RWA adjusted for EL, as a percentage of EAD[2][3]	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[2]	EL	RWA adjusted for EL, as a percentage of EAD[2][3]
Exposures related to residential mortgage loans																		
Insured exposures																		
Excellent	0.07%	8.20%	$ 45	$ 23	50.00%	$ -	1.48%	$ -	1.55%	0.08%	8.75%	$ 32	$ 16	50.00%	$ -	1.80%	$ -	1.90%
Very low	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Low	0.26	8.16	31	16	-	1	-	-	-	0.25	8.59	22	11	50.00	-	4.07	-	4.30
Medium-low	0.59	8.16	-	-	50.00	-	3.98	-	4.24	0.52	8.66	-	-	50.00	1	6.95	-	7.50
Medium	1.43	8.15	23	11	50.00	1	7.14	-	7.74	1.66	8.65	15	7	50.00	1	14.73	-	16.50
Medium-high	5.63	8.16	15	7	50.00	1	12.81	-	14.27	5.50	8.83	11	6	50.00	-	30.49	-	36.60
High	5.63	8.16	2	1	50.00	1	27.75	-	33.49	20.94	9.73	1	1	50.00	-	55.20	-	80.70
Very high	27.31	8.32	-	-	50.00	-	48.55	-	76.96	-	-	1	1	-	-	-	-	-
Default	-	8.82	-	-	50.00	-	110.31	-	110.30	-	-	-	-	-	-	-	-	-
Sub-total	1.07	8.72	116	58	50.00	4	6.37	-	7.09	0.77	8.73	82	42	50.00	2	6.19	-	7.06
Uninsured exposures																		
Excellent	0.07	10.96	11,947	3,975	51.27	130	1.98	0.5	2.10	0.07	18.01	11,486	3,815	33.21	123	3.23	0.5	3.40
Very low	-	-	2,453	822	-	74	-	0.4	-	-	-	2,375	792	-	72	-	0.3	-
Low	0.26	11.09	1,001	336	51.60	59	5.40	0.4	5.80	0.52	22.17	971	325	33.48	59	17.76	0.4	19.20
Medium-low	0.59	11.35	592	199	48.65	75	9.94	0.7	10.80	1.54	22.79	607	203	33.50	76	37.37	0.7	41.80
Medium	1.43	11.75	47	16	45.18	16	18.47	0.3	20.60	5.45	31.35	44	15	33.97	16	107.92	0.3	129.30
Medium-high	4.90	12.55	32	11	43.18	20	40.30	0.7	48.10	20.94	30.27	35	12	33.90	20	171.68	0.8	250.90
High	27.42	13.72	-	1	35.21	2	80.10	-	127.10	-	-	-	-	-	-	-	-	-
Very high	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Default	-	10.32	23	-	1.26	-	128.97	-	129.00	-	-	-	-	-	-	-	-	-
Sub-total	0.25	18.95	16,095	5,360	33.30	376	7.02	3.0	7.71	0.24	18.88	15,518	5,162	33.27	366	7.07	3.0	7.79
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	7.80
Qualifying revolving retail client exposures (QRRCE)																		
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%

[1] The presentation of the risk levels has changed on December 31, 2016. Prior periods data have not been restated.

[2] Amounts have been revised to make them comparable as per the current presentation, as a result of a methodology refinement.

[3] Risk-weighted assets (RWA) adjusted for expected losses (EL) as a percentage of exposure at default (EAD) is calculated as follows: (RWA + 12.5 × EL) / EAD.

TABLE 17 – RISK EXPOSURE BY ASSET CLASS[1] AND REMAINING CONTRACTUAL TERM TO MATURITY

	As at September 30, 2017				As at June 30, 2017				As at March 31, 2017			
	Remaining contractual term to maturity				Remaining contractual term to maturity				Remaining contractual term to maturity			
(in millions of dollars)	Less than 1 year	1 to 5 years	Over 5 years	Total	Less than 1 year	1 to 5 years	Over 5 years	Total	Less than 1 year	1 to 5 years	Over 5 years	Total
Internal Ratings-Based Approach												
Mortgages	**$ 99,171**	**$ 1,921**	**$ 3**	**$ 101,095**	$ 97,683	$ 1,775	$ 223	$ 99,681	$ 95,557	$ 1,648	$ 7	$ 97,212
Revolving retail client exposures	**36,310**	**-**	**-**	**36,310**	35,674	-	-	35,674	35,104	-	-	35,104
Other retail client exposures	**3,146**	**2,167**	**4,279**	**9,592**	3,155	1,798	4,257	9,210	3,264	1,945	3,696	8,905
Total	**$ 138,627**	**$ 4,088**	**$ 4,282**	**$ 146,997**	$ 136,512	$ 3,573	$ 4,480	$ 144,565	$ 133,925	$ 3,593	$ 3,703	$ 141,221

	As at December 31, 2016				As at September 30, 2016				As at June 30, 2016			
	Remaining contractual term to maturity				Remaining contractual term to maturity				Remaining contractual term to maturity			
(in millions of dollars)	Less than 1 year	1 to 5 years	Over 5 years	Total	Less than 1 year	1 to 5 years	Over 5 years	Total	Less than 1 year	1 to 5 years	Over 5 years	Total
Internal Ratings-Based Approach												
Mortgages	$ 94,844	$ 835	$ 1,020	$ 96,699	$ 91,400	$ 979	$ 949	$ 93,328	$ 90,652	$ 1,084	$ 822	$ 92,558
Revolving retail client exposures	34,602	-	-	34,602	36,018	-	-	36,018	35,627	-	-	35,627
Other retail client exposures	3,084	1,028	4,564	8,676	2,816	1,179	4,265	8,260	2,890	1,298	3,873	8,061
Total	$ 132,530	$ 1,863	$ 5,584	$ 139,977	$ 130,234	$ 2,158	$ 5,214	$ 137,606	$ 129,169	$ 2,382	$ 4,695	$ 136,246

	As at March 31, 2016				As at December 31, 2015				As at September 30, 2015			
	Remaining contractual term to maturity				Remaining contractual term to maturity				Remaining contractual term to maturity			
(in millions of dollars)	Less than 1 year	1 to 5 years	Over 5 years	Total	Less than 1 year	1 to 5 years	Over 5 years	Total	Less than 1 year	1 to 5 years	Over 5 years	Total
Internal Ratings-Based Approach												
Mortgages	$ 89,051	$ 1,101	$ 467	$ 90,619	$ 88,515	$ 1,266	$ 349	$ 90,130	$ 87,564	$ 1,558	$ 89	$ 89,211
Revolving retail client exposures	34,952	-	-	34,952	34,476	-	-	34,476	34,165	-	-	34,165
Other retail client exposures	2,987	1,433	3,486	7,906	2,933	1,572	3,294	7,799	2,885	1,718	3,085	7,688
Total	$ 126,990	$ 2,534	$ 3,953	$ 133,477	$ 125,924	$ 2,838	$ 3,643	$ 132,405	$ 124,614	$ 3,276	$ 3,174	$ 131,064

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

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

	As at September 30, 2017								As at June 30, 2017							
	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	$ 14,704	$ 135	$ -	$ -	$ -	$ 19	$ -	$ 14,858	$ 17,520	$ 10	$ -	$ -	$ -	$ 4	$ -	$ 17,534
Financial institutions	-	14,340	-	38	-	375	58	14,811	76	13,366	-	35	-	502	17	13,996
Businesses	-	257	-	522	-	52,729	627	54,135	-	285	-	482	-	51,933	594	53,294
SMEs similar to other retail client exposures	-	-	-	-	5,691	1,647	128	7,466	-	-	-	-	5,582	1,731	138	7,451
Mortgages	-	-	270	-	-	1	-	271	-	-	205	-	-	1	-	206
Other retail client exposure (excluding SMEs)	-	-	-	-	1,410	81	-	1,491	-	-	-	-	1,402	89	-	1,491
Securitization	-	-	-	-	-	-	7	7	-	-	-	-	-	-	7	7
Equities	-	-	-	-	-	116	8	124	-	-	-	-	-	120	8	128
Trading portfolio	10,429	4,987	-	2	-	2,603	14	18,035	4,967	6,406	-	11	1	2,084	-	13,469
Total	**$ 25,133**	**$ 19,719**	**$ 270**	**$ 562**	**$ 7,101**	**$ 57,571**	**$ 842**	**$ 111,198**	$ 22,563	$ 20,067	$ 205	$ 528	$ 6,985	$ 56,464	$ 764	$ 107,576

	As at March 31, 2017								As at December 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	$ 15,485	$ -	$ -	$ -	$ -	$ 4	$ -	$ 15,489	$ 15,726	$ -	$ -	$ -	$ -	$ 4	$ -	$ 15,730
Financial institutions	-	13,152	-	172	-	424	14	13,762	-	12,399	-	9	-	580	3	12,991
Businesses	-	340	-	491	-	50,864	757	52,452	-	239	-	452	-	50,108	549	51,348
SMEs similar to other retail client exposures	-	-	-	-	5,372	1,764	143	7,279	-	-	-	-	5,057	1,828	135	7,020
Mortgages	-	-	185	-	-	1	-	186	-	-	11	-	132	-	-	143
Other retail client exposure (excluding SMEs)	-	-	-	-	1,422	58	1	1,481	-	-	-	-	1,463	74	1	1,538
Securitization	-	-	-	-	-	-	8	8	-	-	-	-	-	139	668	807
Equities	-	-	-	-	-	122	-	122	-	-	-	-	-	98	-	98
Trading portfolio	7,173	7,823	-	132	-	1,610	3	16,741	8,388	6,318	-	4	-	693	4	15,407
Total	$ 22,658	$ 21,315	$ 185	$ 795	$ 6,794	$ 54,847	$ 926	$ 107,520	$ 24,114	$ 18,956	$ 11	$ 465	$ 6,652	$ 53,524	$ 1,360	$ 105,082

Footnote to this table are presented on the page 39.

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

	As at September 30, 2016								As at June 30, 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	$ 15,794	$ -	$ -	$ -	$ -	$ 19	$ -	$ 15,813	$ 16,041	$ -	$ -	$ -	$ -	$ 5	$ -	$ 16,046
Financial institutions	-	13,267	-	8	-	601	2	13,878	-	16,327	-	13	-	462	2	16,804
Businesses	-	493	-	708	-	47,020	476	48,697	-	349	-	761	-	46,946	536	48,592
SMEs similar to other retail client exposures	-	-	-	-	6,051	2,641	132	8,824	-	-	-	-	5,111	2,109	90	7,310
Mortgages	-	-	130	-	-	1	-	131	-	-	95	-	23	1	-	119
Other retail client exposure (excluding SMEs)	-	-	-	-	1,419	88	-	1,507	-	-	-	-	1,414	-	-	1,414
Securitization	400	-	-	-	-	140	1,462	2,002	400	-	-	-	-	139	1,460	1,999
Equities	-	-	-	-	-	155	-	155	-	-	-	-	-	236	-	236
Trading portfolio	9,000	5,905	-	542	-	1,155	4	16,606	6,922	7,619	-	561	-	970	3	16,075
Total	$ 25,194	$ 19,665	$ 130	$ 1,258	$ 7,470	$ 51,820	$ 2,076	$ 107,613	$ 23,363	$ 24,295	$ 95	$ 1,335	$ 6,548	$ 50,868	$ 2,091	$ 108,595

	As at March 31, 2016								As at December 31, 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	$ 15,431	$ -	$ -	$ -	$ -	$ 5	$ -	$ 15,436	$ 16,903	$ -	$ -	$ -	$ -	$ 3	$ -	$ 16,906
Financial institutions	-	12,448	-	3	-	538	3	12,992	62	14,349	-	3	-	427	-	14,841
Businesses	-	257	-	680	-	48,359	617	49,913	-	366	-	684	-	47,198	505	48,753
SMEs similar to other retail client exposures	-	-	-	-	3,856	1,640	62	5,558	-	-	-	-	3,820	1,685	57	5,562
Mortgages	-	-	115	-	-	2	-	117	-	-	98	-	24	2	-	124
Other retail client exposure (excluding SMEs)	-	-	-	-	1,459	-	-	1,459	-	-	-	-	1,496	-	-	1,496
Securitization	400	-	-	28	-	138	1,457	2,023	400	1	-	-	-	138	1,482	2,021
Equities	-	-	-	-	-	156	-	156	-	-	-	-	-	95	-	95
Trading portfolio	7,025	9,238	-	1,237	-	1,350	5	18,855	8,308	7,371	-	440	-	532	8	16,659
Total	$ 22,856	$ 21,943	$ 115	$ 1,948	$ 5,315	$ 52,188	$ 2,144	$ 106,509	$ 25,673	$ 22,087	$ 98	$ 1,127	$ 5,340	$ 50,080	$ 2,052	$ 106,457

[1] Footnote to this table are presented on the page 39.

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

	As at September 30, 2015							
	Risk Tranches							
(in millions of dollars)	0%	20%	35%	50%	75%	100%	Other	Total
Sovereign borrowers	$ 15,525	$ -	$ -	$ -	$ -	$ 3	$ -	$ 15,528
Financial institutions	-	13,264	-	3	-	443	-	13,710
Businesses	-	378	-	586	-	46,291	489	47,744
SMEs similar to other retail client exposures	-	-	-	-	3,899	1,716	59	5,674
Mortgages	-	-	160	-	-	1	-	161
Other retail client exposure (excluding SMEs)	-	-	-	-	1,582	-	-	1,582
Securitization	400	1	-	-	-	136	1,481	2,018
Equities	-	-	-	-	-	128	-	128
Trading portfolio	8,808	5,745	-	319	-	3,837	6	18,715
Total	$ 24,733	$ 19,388	$ 160	$ 908	$ 5,481	$ 52,555	$ 2,035	$ 105,260

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

RISK MANAGEMENT

TABLE 19 – LOAN PORTFOLIO BY BORROWER CATEGORY AND INDUSTRY[1]

(in millions of dollars)	As at September 30, 2017		As at June 30, 2017		As at March 31, 2017		As at December 31, 2016		As at September 30, 2016		As at June 30, 2016		As at March 31, 2016		As at December 31, 2015	
	Gross loans	**Gross impaired loans**	Gross loans	Gross impaired loans	Gross loans	Gross impaired loans	Gross loans	Gross impaired loans	Gross loans	Gross impaired loans	Gross loans	Gross impaired loans	Gross loans	Gross impaired loans	Gross loans	Gross impaired loans
Residential mortgages	**$ 111,442**	**$ 142**	$ 109,740	$ 155	$ 107,246	$ 178	$ 106,695	$ 174	$ 105,908	$ 194	$ 104,977	$ 199	$ 102,992	$ 210	$ 102,323	$ 182
Consumer, credit card and other personal loans	**23,361**	**83**	22,832	86	22,243	100	22,150	102	21,723	96	21,486	93	21,115	90	21,204	99
Public agency loans[2]	**2,985**	**-**	2,600	-	2,632	-	2,925	-	3,051	-	2,986	-	3,089	-	3,729	-
Business loans																
Agriculture	**7,712**	**28**	7,550	29	7,426	36	7,506	37	7,221	39	7,174	29	7,010	32	6,584	36
Mining, oil and gas	**417**	**3**	445	1	302	1	321	1	338	6	485	5	537	4	451	-
Utilities	**503**	**6**	517	7	654	7	518	-	608	7	422	7	360	-	360	-
Construction	**2,140**	**41**	2,211	38	2,225	45	2,109	45	2,019	44	2,013	42	2,197	37	2,034	37
Manufacturing	**2,564**	**34**	2,597	34	2,751	42	2,640	41	2,672	47	2,668	42	2,562	48	2,479	45
Wholesale trade	**1,259**	**4**	1,226	6	1,232	5	1,118	7	1,152	8	1,117	8	1,055	8	1,014	12
Retail trade	**2,827**	**23**	3,230	22	2,773	23	2,737	22	2,417	24	2,412	22	2,603	17	2,263	17
Transportation	**1,366**	**10**	1,419	9	1,436	11	1,307	10	1,331	9	1,301	10	1,152	9	1,164	10
Information industry	**334**	**7**	337	7	371	7	387	7	412	7	440	10	325	10	328	11
Finance and insurance	**766**	**-**	692	-	743	1	649	1	640	-	686	-	608	-	720	-
Real estate	**8,095**	**13**	7,949	10	7,511	11	7,195	13	6,939	20	6,766	17	6,611	15	6,103	13
Professional services	**626**	**6**	584	3	575	4	550	5	542	4	543	4	504	4	425	4
Company management	**930**	**4**	932	4	899	3	907	2	876	3	988	4	982	2	896	2
Administrative services	**279**	**11**	269	12	243	12	231	6	268	5	255	3	255	3	227	3
Education	**338**	**-**	336	-	333	-	324	2	324	2	331	3	173	2	163	-
Health care	**2,457**	**17**	2,349	18	2,344	15	2,306	13	2,383	15	2,365	16	2,179	20	1,945	18
Arts and entertainment	**713**	**6**	729	7	694	6	733	7	687	14	690	13	677	13	647	13
Accommodation	**1,254**	**19**	1,253	18	1,236	24	1,217	26	1,159	38	1,165	28	1,144	28	1,078	27
Other services	**889**	**10**	870	11	871	12	887	11	837	14	829	11	747	11	694	9
Other businesses	**1,161**	**2**	1,144	1	1,316	1	1,059	-	1,219	2	1,046	1	1,715	1	3,129	3
Total business loans	**$ 36,630**	**$ 244**	$ 36,639	$ 237	$ 35,935	$ 266	$ 34,701	$ 256	$ 34,044	$ 308	$ 33,696	$ 275	$ 33,396	$ 264	$ 32,704	$ 260
Total loans	**$ 174,418**	**$ 469**	$ 171,811	$ 478	$ 168,056	$ 544	$ 166,471	$ 532	$ 164,726	$ 598	$ 163,145	$ 567	$ 160,592	$ 564	$ 159,960	$ 541

(1) Amounts as at December 31, 2015, March 31, 2016, June 30, 2016, September 30, 2016 and December 31, 2016 have been restated as a result of a methodology refinement.
(2) Includes government loans.

TABLE 20 – LOAN PORTFOLIO BY GEOGRAPHIC AREA

(in millions of dollars)	**As at September 30, 2017**		As at June 30, 2017		As at March 31, 2017		As at December 31, 2016		As at September 30, 2016	
	Gross loans	**Gross impaired loans**	Gross loans	Gross impaired loans	Gross loans	Gross impaired loans	Gross loans	Gross impaired loans	Gross loans	Gross impaired loans
Canada										
Quebec	**$ 159,085**	**$ 417**	$ 156,788	$ 424	$ 153,257	$ 488	$ 154,551	$ 480	$ 153,214	$ 532
Other Canadian provinces	**15,074**	**50**	14,803	52	14,560	55	11,587	51	11,493	66
Total – Canada	**$ 174,159**	**$ 467**	$ 171,591	$ 476	$ 167,817	$ 543	$ 166,138	$ 531	$ 164,707	$ 598
Other countries	**259**	**2**	220	2	239	1	333	1	19	-
Total	**$ 174,418**	**$ 469**	$ 171,811	$ 478	$ 168,056	$ 544	$ 166,471	$ 532	$ 164,726	$ 598

(in millions of dollars)	As at June 30, 2016		As at March 31, 2016		As at December 31, 2015	
	Gross loans	Gross impaired loans	Gross loans	Gross impaired loans	Gross loans	Gross impaired loans
Canada						
Quebec	$ 151,575	$ 501	$ 152,243	$ 504	$ 151,435	$ 481
Other Canadian provinces	11,233	64	8,329	60	8,190	58
Total – Canada	$ 162,808	$ 565	$ 160,572	$ 564	$ 159,625	$ 539
Other countries	337	2	20	-	335	2
Total	$ 163,145	$ 567	$ 160,592	$ 564	$ 159,960	$ 541

TABLE 21 – LOAN AND ACCEPTANCE PORTFOLIO BY ENTITY

(in millions of dollars and as a percentage)	**As at September 30, 2017**		As at June 30, 2017		As at March 31, 2017		As at December 31, 2016		As at September 30, 2016	
	Total		Total		Total		Total		Total	
Desjardins Group										
Caisse network	**$ 143,006**	**81.9%**	$ 140,929	82.0%	$ 138,631	82.4%	$ 137,749	82.7%	$ 136,651	82.9%
Fédération des caisses Desjardins du Québec	**27,174**	**15.6**	26,640	15.5	25,336	15.1	24,624	14.8	24,174	14.7
Desjardins Financial Security Life Assurance Company	**3,273**	**1.9**	3,297	1.9	3,398	2.0	3,323	2.0	3,142	1.9
Other entities	**1,106**	**0.6**	1,004	0.6	796	0.5	786	0.5	782	0.5
Total	**$ 174,559**	**100.0%**	$ 171,870	100.0%	$ 168,161	100.0%	$ 166,482	100.0%	$ 164,749	100.0%

(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	
	Total		Total		Total		Total	
Desjardins Group								
Caisse network	$ 135,734	83.2%	$ 134,001	83.4%	$ 133,056	83.0%	$ 131,730	83.4%
Fédération des caisses Desjardins du Québec	24,151	14.8	23,429	14.6	24,037	15.0	23,033	14.6
Desjardins Financial Security Life Assurance Company	3,066	1.9	3,058	1.9	3,058	1.9	3,044	1.9
Other entities	241	0.1	189	0.1	185	0.1	190	0.1
Total	$ 163,192	100.0%	$ 160,677	100.0%	$ 160,336	100.0%	$ 157,997	100.0%

TABLE 22 – LOAN AND ACCEPTANCE PORTFOLIO BY PRODUCT

(in millions of dollars and as a percentage)	As at September 30, 2017						As at June 30, 2017					
	Total		**Guaranteed or insured loans[1]**		**Gross impaired loans**		Total		Guaranteed or insured loans[1]		Gross impaired loans	
Desjardins Group												
Residential mortgages	**$ 111,442**	**63.8%**	**$ 36,085**	**77.6%**	**$ 142**	**30.3%**	$ 109,740	63.8%	$ 36,024	77.8%	$ 155	32.4%
Consumer, credit card and other personal loans	**23,361**	**13.4**	**3,577**	**7.7**	**83**	**17.7**	22,832	13.3	3,630	7.8	86	18.0
Business and government loans	**39,756**	**22.8**	**6,823**	**14.7**	**244**	**52.0**	39,298	22.9	6,650	14.4	237	49.6
Total	**$ 174,559**	**100.0%**	**$ 46,485**	**100.0%**	**$ 469**	**100.0%**	$ 171,870	100.0%	$ 46,304	100.0%	$ 478	100.0%

(in millions of dollars and as a percentage)	As at March 31, 2017						As at December 31, 2016					
	Total		Guaranteed or insured loans[1]		Gross impaired loans		Total		Guaranteed or insured loans[1]		Gross impaired loans	
Desjardins Group												
Residential mortgages	$ 107,246	63.8%	$ 34,859	77.0%	$ 178	32.7%	$ 106,695	64.1%	$ 34,858	76.8%	$ 174	32.7%
Consumer, credit card and other personal loans	22,243	13.2	3,761	8.3	100	18.4	22,150	13.3	3,726	8.2	102	19.2
Business and government loans	38,672	23.0	6,677	14.7	266	48.9	37,637	22.6	6,789	15.0	256	48.1
Total	$ 168,161	100.0%	$ 45,297	100.0%	$ 544	100.0%	$ 166,482	100.0%	$ 45,373	100.0%	$ 532	100.0%

(in millions of dollars and as a percentage)	As at September 30, 2016						As at June 30, 2016					
	Total		Guaranteed or insured loans[1]		Gross impaired loans		Total		Guaranteed or insured loans[1]		Gross impaired loans	
Desjardins Group												
Residential mortgages	$ 105,908	64.3%	$ 33,841	76.2%	$ 194	32.4%	$ 104,977	64.3%	$ 33,932	76.4%	$ 199	35.1%
Consumer, credit card and other personal loans	21,723	13.2	3,564	8.0	96	16.1	21,486	13.2	3,629	8.2	93	16.4
Business and government loans	37,118	22.5	7,020	15.8	308	51.5	36,729	22.5	6,836	15.4	275	48.5
Total	$ 164,749	100.0%	$ 44,425	100.0%	$ 598	100.0%	$ 163,192	100.0%	$ 44,397	100.0%	$ 567	100.0%

(in millions of dollars and as a percentage)	As at March 31, 2016						As at December 31, 2015					
	Total		Guaranteed or insured loans[1]		Gross impaired loans		Total		Guaranteed or insured loans[1]		Gross impaired loans	
Desjardins Group												
Residential mortgages	$ 102,992	64.1%	$ 33,463	76.8%	$ 210	37.2%	$ 102,323	63.8%	$ 33,688	75.1%	$ 182	33.6%
Consumer, credit card and other personal loans	21,115	13.1	3,769	8.7	90	16.0	21,204	13.2	3,743	8.4	99	18.3
Business and government loans	36,570	22.8	6,307	14.5	264	46.8	36,809	23.0	7,386	16.5	260	48.1
Total	$ 160,677	100.0%	$ 43,539	100.0%	$ 564	100.0%	$ 160,336	100.0%	$ 44,817	100.0%	$ 541	100.0%

(in millions of dollars and as a percentage)	As at September 30, 2015					
	Total		Guaranteed or insured loans[1]		Gross impaired loans	
Desjardins Group						
Residential mortgages	$ 101,420	64.2%	$ 33,577	76.9%	$ 165	29.4%
Consumer, credit card and other personal loans	21,049	13.3	3,730	8.5	98	17.5
Business and government loans	35,528	22.5	6,386	14.6	298	53.1
Total	$ 157,997	100.0%	$ 43,693	100.0%	$ 561	100.0%

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

TABLE 23 – CHANGE IN GROSS IMPAIRED LOANS

	For the three-month period ended				
(in millions of dollars)	**September 30, 2017**	June 30, 2017	March 31, 2017	December 31, 2016	September 30, 2016
Gross impaired loans at beginning of period	**$ 478**	$ 544	$ 532	$ 598	$ 567
Gross loans that became impaired since the last period	**207**	202	265	254	274
Gross loans that came back to an unimpaired status	**(128)**	(180)	(169)	(232)	(162)
Write-offs and recoveries	**(93)**	(103)	(91)	(97)	(90)
Other change	**5**	15	7	9	9
Gross impaired loans at end of period	**$ 469**	$ 478	$ 544	$ 532	$ 598

	For the three-month period ended			
(in millions of dollars)	June 30, 2016	March 31, 2016	December 31, 2015	September 30, 2015
Gross impaired loans at beginning of period	$ 564	$ 541	$ 561	$ 528
Gross loans that became impaired since the last period	242	253	242	275
Gross loans that came back to an unimpaired status	(175)	(128)	(169)	(156)
Write-offs and recoveries	(85)	(95)	(102)	(94)
Other change	21	(7)	9	8
Gross impaired loans at end of period	$ 567	$ 564	$ 541	$ 561

TABLE 24 – RESIDENTIAL MORTGAGE LOAN PORTFOLIO[1]

Caisse network in Quebec and Ontario[2]

(in millions of dollars and as a percentage)	As at September 30, 2017								As at June 30, 2017							
	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	**$ 27,242**	**97.1%**	**$ 56,383**	**96.5%**	**$ 6,737**	**95.0%**	**$ 90,362**	**96.6%**	$ 27,368	97.2%	$ 55,140	96.6%	$ 6,778	95.0%	$ 89,286	96.6%
Ontario	**786**	**2.8**	**1,987**	**3.4**	**346**	**4.9**	**3,119**	**3.3**	788	2.8	1,884	3.3	349	4.9	3,021	3.3
Other[6]	**28**	**0.1**	**58**	**0.1**	**4**	**0.1**	**90**	**0.1**	-	-	57	0.1	5	0.1	62	0.1
All geographic areas	**$ 28,056**	**100.0%**	**$ 58,428**	**100.0%**	**$ 7,087**	**100.0%**	**$ 93,571**	**100.0%**	$ 28,156	100.0%	$ 57,081	100.0%	$ 7,132	100.0%	$ 92,369	100.0%

(in millions of dollars and as a percentage)	As at March 31, 2017								As at December 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	$ 26,300	97.1%	$ 54,313	96.7%	$ 6,834	95.1%	$ 87,447	96.7%	$ 26,393	97.1%	$ 54,033	96.7%	$ 6,831	95.1%	$ 87,257	96.7%
Ontario	785	2.9	1,797	3.2	345	4.8	2,927	3.2	761	2.8	1,788	3.2	343	4.8	2,892	3.2
Other[6]	-	-	57	0.1	5	0.1	62	0.1	27	0.1	56	0.1	6	0.1	89	0.1
All geographic areas	$ 27,085	100.0%	$ 56,167	100.0%	$ 7,184	100.0%	$ 90,436	100.0%	$ 27,181	100.0%	$ 55,877	100.0%	$ 7,180	100.0%	$ 90,238	100.0%

(in millions of dollars and as a percentage)	As at September 30, 2016								As at June 30, 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	$ 25,506	97.0%	$ 54,461	96.8%	$ 6,894	95.2%	$ 86,861	96.8%	$ 25,798	97.1%	$ 53,554	96.8%	$ 6,874	95.1%	$ 86,226	96.7%
Ontario	763	2.9	1,800	3.2	344	4.7	2,907	3.2	771	2.9	1,715	3.1	345	4.8	2,831	3.2
Other[6]	26	0.1	-	-	6	0.1	32	-	-	-	55	0.1	6	0.1	61	0.1
All geographic areas	$ 26,295	100.0%	$ 56,261	100.0%	$ 7,244	100.0%	$ 89,800	100.0%	$ 26,569	100.0%	$ 55,324	100.0%	$ 7,225	100.0%	$ 89,118	100.0%

(in millions of dollars and as a percentage)	As at March 31, 2016								As at December 31, 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	$ 25,523	97.0%	$ 52,174	96.7%	$ 6,914	95.2%	$ 84,611	96.7%	$ 25,805	96.9%	$ 51,492	96.5%	$ 6,840	94.8%	$ 84,137	96.4%
Ontario	763	2.9	1,727	3.2	337	4.6	2,827	3.2	772	2.9	1,654	3.1	329	4.6	2,755	3.2
Other[6]	26	0.1	54	0.1	17	0.2	97	0.1	54	0.2	214	0.4	42	0.6	310	0.4
All geographic areas	$ 26,312	100.0%	$ 53,955	100.0%	$ 7,268	100.0%	$ 87,535	100.0%	$ 26,631	100.0%	$ 53,360	100.0%	$ 7,211	100.0%	$ 87,202	100.0%

(in millions of dollars and as a percentage)	As at September 30, 2015						
	Guaranteed or insured loans[3]		Uninsured loans[4]		Home equity lines of credit[5]		Total	
Quebec	$ 25,830	97.0%	$ 50,758	96.5%	$ 6,852	94.8%	$ 83,440	96.5%
Ontario	746	2.8	1,578	3.0	332	4.6	2,656	3.1
Other[6]	53	0.2	263	0.5	46	0.6	362	0.4
All geographic areas	$ 26,629	100.0%	$ 52,599	100.0%	$ 7,230	100.0%	$ 86,458	100.0%

[1] Represents all 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 totalled $127 million as at September 30, 2017. They amounted to $136 million and $160 million respectively for the September 2016 and September 2015 quarters.

[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 25 – AVERAGE LOAN-TO-VALUE (LTV) RATIO FOR UNINSURED RESIDENTIAL MORTGAGE LOANS GRANTED DURING THE QUARTER

Caisse network in Quebec and Ontario[1]

(average loan-to-value ratio, by geographic area)	**As at September 30, 2017**			As at June 30, 2017			As at March 31, 2017		
	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	**67.6%**	**70.7%**	**69.8%**	68.0%	70.4%	69.6%	68.0%	69.4%	68.9%
Ontario	**66.7**	**68.3**	**67.6**	73.3	68.5	70.5	74.3	69.6	71.3
Other[4]	**69.1**	**71.5**	**70.6**	75.5	66.2	71.4	73.9	69.8	71.8
All geographic areas	**67.5**	**70.6**	**69.7**	68.3	70.3	69.6	68.3	69.4	69.0

(average loan-to-value ratio, by geographic area)	As at December 31, 2016			As at September 30, 2016			As at June 30, 2016		
	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	67.6%	69.3%	68.7%	65.1%	70.8%	69.3%	68.0%	71.3%	70.2%
Ontario	71.5	68.4	69.6	72.6	71.1	71.6	72.2	71.3	71.6
Other[4]	66.0	72.1	68.1	72.5	75.9	73.9	72.9	76.2	74.4
All geographic areas	67.8	69.3	68.8	65.5	70.8	69.4	68.2	71.3	70.2

(average loan-to-value ratio, by geographic area)	As at March 31, 2016			As at December 31, 2015			As at September 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	Uninsured loans[2]	Home equity lines of credit and related loans[3]	Total uninsured
Quebec	68.1%	70.5%	69.7%	67.6%	70.2%	69.4%	66.6%	70.7%	69.7%
Ontario	68.4	71.3	70.3	71.8	71.1	71.4	69.2	71.4	70.7
Other[4]	80.7	70.1	73.4	78.0	70.1	75.3	73.6	68.4	70.8
All geographic areas	68.2	70.5	69.8	67.9	70.3	69.5	66.8	70.7	69.7

[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 26 – REMAINING AMORTIZATION PERIOD FOR 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 September 30, 2017		As at June 30, 2017		As at March 31, 2017		As at December 31, 2016		As at September 30, 2016	
0-10 years	**$ 2,709**	**3.1%**	$ 2,671	3.1%	$ 2,625	3.2%	$ 2,649	3.2%	$ 2,644	3.2%
10-20 years	**16,673**	**19.3**	16,512	19.4	16,414	19.7	16,400	19.7	16,266	19.7
20-25 years	**58,153**	**67.3**	57,029	67.0	54,930	65.9	54,590	65.8	54,027	65.5
25-30 years	**6,838**	**7.9**	6,854	8.0	7,022	8.4	7,099	8.5	7,218	8.7
30-35 years	**1,761**	**2.0**	1,809	2.1	1,884	2.3	1,930	2.3	1,999	2.4
35 years or more	**350**	**0.4**	361	0.4	376	0.5	390	0.5	401	0.5
All amortization periods	**$ 86,484**	**100.0%**	$ 85,236	100.0%	$ 83,251	100.0%	$ 83,058	100.0%	$ 82,555	100.0%

(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	
0-10 years	$ 2,611	3.2%	$ 2,550	3.2%	$ 2,561	3.2%	$ 2,529	3.2%
10-20 years	16,097	19.7	15,890	19.8	15,787	19.7	15,635	19.7
20-25 years	53,310	65.0	51,501	64.2	51,080	63.9	50,227	63.4
25-30 years	7,369	9.0	7,614	9.5	7,715	9.6	7,815	9.9
30-35 years	2,092	2.6	2,272	2.8	2,399	3.0	2,571	3.2
35 years or more	414	0.5	441	0.5	449	0.6	452	0.6
All amortization periods	$ 81,893	100.0%	$ 80,268	100.0%	$ 79,991	100.0%	$ 79,229	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.

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 cooperatives, 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.