

# REGULATORY CAPITAL

In thousands of dollars, except percentage amounts (Unaudited)

Row <sup>(1)</sup>	AS AT OCTOBER 31, 2022	AS AT JULY 31, 2022	AS AT APRIL 30, 2022	AS AT JANUARY 31, 2022	
<b>Common Equity Tier 1 capital: instruments and reserves</b>					
1	Directly issued qualifying common share capital (and equivalent for non-joint stock companies) plus related stock surplus	\$ —	\$ —	\$ —	1,169,717
2	Retained earnings	—	—	—	1,222,052
3	Accumulated other comprehensive income (and other reserves)	—	—	—	(10,907)
6	Common Equity Tier 1 capital before regulatory adjustments	—	—	—	2,380,862
26	Other deductions or regulatory adjustments to CET1 as determined by OSFI	—	—	—	10,482
28	Total regulatory adjustments to Common Equity Tier 1 <sup>(2)</sup>	—	—	—	(320,913)
29	<b>Common Equity Tier 1 capital (CET1)</b>	—	—	—	<b>2,070,431</b>
29a	<b>Common Equity Tier 1 capital ( CET1)<sup>(3)</sup> excluding transitional arrangements for ECL provisioning</b>	—	—	—	<b>2,059,949</b>
<b>Additional Tier 1 capital: instruments</b>					
30	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	—	—	—	243,386
31	of which: classified as equity under applicable accounting standards	—	—	—	243,386
33	Directly issued capital instruments subject to phase out from Additional Tier 1	—	—	—	—
36	<b>Additional Tier 1 capital before regulatory adjustments</b>	—	—	—	<b>243,386</b>
<b>Additional Tier 1 capital: regulatory adjustments</b>					
43	Total regulatory adjustments to Additional Tier 1 capital	—	—	—	—
44	<b>Additional Tier 1 capital (AT1)</b>	—	—	—	<b>243,386</b>
45	<b>Tier 1 capital (T1 = CET1 + AT1)</b>	—	—	—	<b>2,313,817</b>
45a	<b>Tier 1 capital (T1 = CET1 + AT1)<sup>(3)</sup> excluding transitional arrangements for ECL provisioning</b>	—	—	—	<b>2,303,335</b>
<b>Tier 2 capital: instruments and allowances</b>					
46	Directly issued qualifying Tier 2 instruments plus related stock surplus	—	—	—	345,411
47	Directly issued capital instruments subject to phase out from Tier 2	—	—	—	—
50	Collective allowances	—	—	—	110,895
51	<b>Tier 2 capital before regulatory adjustments</b>	—	—	—	<b>456,306</b>
57	Total regulatory adjustments to Tier 2 capital	—	—	—	(4,373)
58	<b>Tier 2 capital (T2)</b>	—	—	—	<b>451,933</b>
59	<b>Total capital (TC = T1 + T2)</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>2,765,750</b>
59a	<b>Total capital (TC = T1 + T2)<sup>(3)</sup> excluding transitional arrangements for ECL provisioning</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>2,765,750</b>
60	<b>Total risk-weighted assets</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>21,232,369</b>
<b>Capital ratios</b>					
61	Common Equity Tier 1 (as a percentage of risk-weighted assets)	— %	— %	— %	9.8 %
61a	Common Equity Tier 1 (as a percentage of risk-weighted assets) <sup>(3)</sup> excluding transitional arrangements for ECL provisioning	— %	— %	— %	9.7 %
62	Tier 1 (as a percentage of risk-weighted assets)	— %	— %	— %	10.9 %
62a	Tier 1 (as a percentage of risk-weighted assets) <sup>(3)</sup> excluding transitional arrangements for ECL provisioning	— %	— %	— %	10.8 %
63	Total capital (as a percentage of risk-weighted assets)	— %	— %	— %	13.0 %
63a	Total capital (as a percentage of risk-weighted assets) <sup>(3)</sup> excluding transitional arrangements for ECL provisioning	— %	— %	— %	13.0 %
<b>OSFI target<sup>(4)</sup></b>					
69	Common Equity Tier 1 target ratio	7.0 %	7.0 %	7.0 %	7.0 %
70	Tier 1 capital target ratio	8.5 %	8.5 %	8.5 %	8.5 %
71	Total capital target ratio	10.5 %	10.5 %	10.5 %	10.5 %

(1) Row numbering, as per OSFI's Capital Disclosures Requirements guideline revised May 2018, is provided for consistency and comparability in the disclosure of elements of capital among banks and across jurisdictions. Certain rows have been removed because there are no values in such rows.

(2) Mainly comprised of deductions for software and other intangible assets, goodwill and pension plan assets.

(3) Calculation of regulatory capital without the application of transitional arrangement given by OSFI for the provisioning of expected credit losses, in response to the COVID-19 pandemic.

(4) The countercyclical buffer as at January 31, 2022 was nil, as all private sector credit exposures were either in Canada or the United States.

## REGULATORY CAPITAL (CONT'D)

In thousands of dollars, except percentage amounts (Unaudited)

Row <sup>(1)</sup>	AS AT OCTOBER 31, 2021	AS AT JULY 31, 2021	AS AT APRIL 30, 2021	AS AT JANUARY 31, 2021	
<b>Common Equity Tier 1 capital: instruments and reserves</b>					
1	Directly issued qualifying common share capital (and equivalent for non-joint stock companies) plus related stock surplus	\$ 1,176,389	\$ 1,172,956	\$ 1,169,309	\$ 1,165,769
2	Retained earnings	1,195,264	1,305,156	1,254,113	1,197,243
3	Accumulated other comprehensive income (and other reserves)	(18,561)	(15,030)	(19,067)	(4,364)
6	<b>Common Equity Tier 1 capital before regulatory adjustments</b>	2,353,092	2,463,082	2,404,355	2,358,648
26	Other deductions or regulatory adjustments to CET1 as determined by OSFI	19,006	10,802	12,182	15,887
28	Total regulatory adjustments to Common Equity Tier 1 <sup>(2)</sup>	(333,337)	(439,900)	(431,146)	(439,806)
29	<b>Common Equity Tier 1 capital (CET1)</b>	2,038,761	2,033,984	1,985,391	1,934,729
29a	<b>Common Equity Tier 1 capital (CET1)<sup>(3)</sup> excluding transitional arrangements for ECL provisioning</b>	2,019,755	2,023,182	1,973,209	1,918,842
<b>Additional Tier 1 capital: instruments</b>					
30	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	245,683	245,720	244,038	244,038
31	of which: classified as equity under applicable accounting standards	245,683	245,720	244,038	244,038
33	Directly issued capital instruments subject to phase out from Additional Tier 1	—	—	—	—
36	<b>Additional Tier 1 capital before regulatory adjustments</b>	245,683	245,720	244,038	244,038
43	Total regulatory adjustments to Additional Tier 1 capital	(1,147)	—	—	—
44	<b>Additional Tier 1 capital (AT1)</b>	244,536	245,720	244,038	244,038
45	<b>Tier 1 capital (T1 = CET1 + AT1)</b>	2,283,297	2,279,704	2,229,429	2,178,767
45a	<b>Tier 1 capital (T1 = CET1 + AT1)<sup>(3)</sup> excluding transitional arrangements for ECL provisioning</b>	2,264,291	2,268,902	2,217,247	2,162,880
<b>Tier 2 capital: instruments and allowances</b>					
46	Directly issued qualifying Tier 2 instruments plus related stock surplus	349,782	349,696	349,610	349,528
47	Directly issued capital instruments subject to phase out from Tier 2	—	—	—	—
50	Collective allowances	97,000	82,904	85,276	91,640
51	<b>Tier 2 capital before regulatory adjustments</b>	446,782	432,600	434,886	441,168
57	Total regulatory adjustments to Tier 2 capital	(74)	—	—	—
58	<b>Tier 2 capital (T2)</b>	446,708	432,600	434,886	441,168
59	<b>Total capital (TC = T1 + T2)</b>	\$ 2,730,005	\$ 2,712,304	\$ 2,664,315	\$ 2,619,935
59a	<b>Total capital (TC = T1 + T2)<sup>(3)</sup> excluding transitional arrangements for ECL provisioning</b>	\$ 2,730,005	\$ 2,712,304	\$ 2,664,315	\$ 2,619,935
60	<b>Common Equity Tier 1 capital risk-weighted assets</b>	\$ 20,007,010	\$ 19,675,022	\$ 19,697,909	\$ 19,715,068
<b>Capital ratios</b>					
61	Common Equity Tier 1 (as a percentage of risk-weighted assets)	10.2 %	10.3 %	10.1 %	9.8 %
61a	Common Equity Tier 1 (as a percentage of risk-weighted assets) <sup>(3)</sup> excluding transitional arrangements for ECL provisioning	10.1 %	10.3 %	10.0 %	9.7%
62	Tier 1 (as a percentage of risk-weighted assets)	11.4 %	11.6 %	11.3 %	11.1 %
62a	Tier 1 (as a percentage of risk-weighted assets) <sup>(3)</sup> excluding transitional arrangements for ECL provisioning	11.3 %	11.5 %	11.3 %	11.0%
63	Total capital (as a percentage of risk-weighted assets)	13.6 %	13.8 %	13.5 %	13.3 %
63a	Total capital (as a percentage of risk-weighted assets) <sup>(3)</sup> excluding transitional arrangements for ECL provisioning	13.6 %	13.8 %	13.5 %	13.3%
<b>OSFI target<sup>(4)</sup></b>					
69	Common Equity Tier 1 all-in target ratio	7.0 %	7.0 %	7.0 %	7.0 %
70	Tier 1 capital all-in target ratio	8.5 %	8.5 %	8.5 %	8.5 %
71	Total capital all-in target ratio	10.5 %	10.5 %	10.5 %	10.5 %

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(3) Calculation of regulatory capital without the application of transitional arrangement given by OSFI for the provisioning of expected credit losses, in response to the COVID-19 pandemic.

(4) The countercyclical buffer as at October 31, July 31, April 30 and January 31, 2021 was nil, as all private sector credit exposures were either in Canada or the United States.