



Bank Financial Group

SUPPLEMENTAL FINANCIAL INFORMATION

For the Quarter Ended January 31, 2005



Investor Relations Department

for further information contact:

Scott Lamb (416) 982-5075

Trish Moran (416) 308-6677

Kelly Milroy (416) 944-5422

www.td.com/investor

For the Quarter Ended January 31, 2005

How the Bank Reports

The supplemental information contained in this package is designed to improve the readers' understanding of TD Bank Financial Group's financial performance. This information should be used in conjunction with the quarterly financial statement to shareholders, which is prepared in accordance with Canadian generally accepted accounting principles (GAAP). The Bank refers to results prepared in accordance with GAAP as the "**reported basis**".

The Bank also utilizes earnings before the amortization of intangibles to assess each of its businesses and to measure overall Bank performance. To arrive at this measure, the Bank removes the amortization of intangibles from reported basis earnings. The majority of the Bank's intangible amortization relates to the Canada Trust acquisition in fiscal 2000. The Bank excludes the amortization of intangibles as this approach is how the Bank manages the businesses internally. Consequently, the Bank believes that earnings before amortization of intangibles provides the reader with an understanding of the Bank's results that can be consistently tracked from period to period. As explained, earnings before amortization of intangibles is different from reported results determined in accordance with GAAP. Earnings before amortization of intangibles and related terms are not defined terms under GAAP and therefore may not be comparable to similar terms used by other issuers. A reconciliation between the Bank's earnings before amortization of intangibles and its reported results is provided on page 1.

As of November 1, 2004, the Bank was required to classify its existing preferred shares and innovative capital structures as liabilities and their corresponding distributions as interest expense on a retroactive basis. Earnings applicable to common shares is unaffected for all prior periods.

Segmented Information

For management reporting purposes, the Bank's operations are organized into the following operating business segments: Personal and Commercial Banking, Wholesale Banking and Wealth Management. The Bank's other activities are grouped into the Corporate segment.

The Bank's management reporting process measures the performance of the segments based on our management structure and is not necessarily comparable with other financial services companies. Due to the complexity of the Bank, its management reporting model uses various estimates, assumptions, allocations and risk-based methodologies for funds transfer pricing, inter-segment revenues, income tax rates, capital, indirect expenses and cost transfers to measure business segment results. Transfer pricing of funds are generally applied at market rates. Inter-segment revenues are negotiated between each business segment and approximate the value provided by the distributing segment. Income tax expense or benefit is generally applied to each segment based on a statutory tax rate and may be adjusted for items and activities unique to each segment.

The Bank measures and evaluates the performance of each segment based on net income before amortization of intangibles, economic profit and return on invested capital. Each segment's invested capital represents the capital required for economic risks, including credit, market and operational risks, plus the purchased amounts of goodwill and intangible assets net of impairment write downs. Economic profit is net income before amortization of intangibles, less a charge for the cost of invested capital.

Net interest income, primarily within Wholesale Banking, is calculated on a taxable equivalent basis (TEB), which means that the value of the non-taxable or tax-exempt income (such as certain corporate dividends) is adjusted to its equivalent before tax value. Using TEB allows the Bank to measure income from all securities and loans consistently and makes for more meaningful comparison of net interest income with other financial services companies. The TEB adjustments are eliminated in the Corporate segment on page 7.

For the Quarter Ended January 31, 2005
Table of Contents

	<u>Page</u>
Highlights	1
Shareholder Value	2
Segmented Results Summary	3
Personal and Commercial Banking Segment	4
Wealth Management Segment	5
Wholesale Banking Segment	6
Corporate Segment	7
Net Interest Income and Margin	8
Other Income	9
Non-Interest Expenses	10
Balance Sheet	11
Investment Securities Surplus (Deficit) Over Book	12
Intangibles and Goodwill	12
Restructuring Costs	12
Loan Securitization	13
Impaired Loans by Business Line and General Allowance	14
Analysis of Change in Gross Impaired Loans and Allowance for Credit Losses	15
Analysis of Change in Shareholders' Equity	16
Risk-Weighted Assets and Capital	17

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

FOR THE PERIOD ENDED		LINE #	2005 Q1	Q4	2004			2003			Full Year		
					Q3	Q2	Q1	Q4	Q3	Q2	Q1	2004	2003
Income Statement (\$millions)													
Net interest income	(page 8)	1	\$ 1,411	\$ 1,435	\$ 1,452	\$ 1,441	\$ 1,445	\$ 1,335	\$ 1,358	\$ 1,400	\$ 1,344	\$ 5,773	\$ 5,437
Provision for credit losses	(page 15)	2	10	(73)	(17)	(192)	(104)	(83)	59	98	112	(386)	186
Other income	(page 9)	3	1,395	1,118	1,181	1,284	1,300	1,094	1,193	968	1,169	4,883	4,424
Net interest and other income		4	2,796	2,626	2,650	2,917	2,849	2,512	2,492	2,270	2,401	11,042	9,675
Non-interest expenses	(page 10)	5	1,811	1,762	1,755	2,109	1,755	1,785	1,697	2,365	1,745	7,381	7,592
Income before provision for income taxes		6	985	864	895	808	1,094	727	795	(95)	656	3,661	2,083
Provision for income taxes		7	268	177	231	211	333	135	196	73	199	952	603
Net income - before amortization of intangibles		8	717	687	664	597	761	592	599	(168)	457	2,709	1,480
Amortization of intangibles, net of tax	(page 10)	9	87	92	99	107	179	112	119	127	133	477	491
Net income - reported basis		10	\$ 630	\$ 595	\$ 565	\$ 490	\$ 582	\$ 480	\$ 480	\$ (295)	\$ 324	\$ 2,232	\$ 989
Per common share and average number of shares													
Basic net income - reported basis		11	\$.96	\$.91	\$.87	\$.74	\$.89	\$.74	\$.74	\$ (.46)	\$.50	\$ 3.41	\$ 1.52
- before amortization of intangibles		12	1.09	1.05	1.02	.91	1.16	.91	.92	(.26)	.71	4.14	2.28
Diluted net income - reported basis		13	.95	.90	.86	.74	.88	.73	.73	(.46)	.50	3.39	1.51
- before amortization of intangibles		14	1.08	1.04	1.01	.90	1.15	.90	.91	(.26)	.70	4.11	2.26
Average number of common shares outstanding - basic (millions)		15	656.6	653.5	653.1	656.8	654.8	653.8	651.3	648.5	645.6	654.5	649.8
- diluted		16	661.9	658.2	657.4	662.0	660.0	658.3	655.3	652.2	649.7	659.4	653.9
Balance sheet (\$billions)													
Total assets		17	\$ 333.3	\$ 311.0	\$ 309.2	\$ 312.3	\$ 316.2	\$ 273.5	\$ 302.2	\$ 321.7	\$ 311.4	\$ 311.0	\$ 273.5
Total common equity		18	13.2	12.7	12.4	12.2	12.0	11.6	11.4	11.1	11.7	12.7	11.6
Investment securities - surplus over book ¹ (\$millions)		19	537	418	321	405	412	369	298	196	131	418	369
Capital and Risk Metrics (\$billions)													
Risk-weighted assets		20	\$ 103.0	\$ 100.3	\$ 99.7	\$ 102.3	\$ 110.1	\$ 108.2	\$ 114.0	\$ 118.3	\$ 121.1	\$ 100.3	\$ 108.2
Tier 1 capital		21	13.4	12.6	12.3	12.2	11.9	11.3	11.1	10.4	10.3	12.6	11.3
Tangible common equity ²		22	9.6	9.0	8.5	8.2	8.0	7.4	7.2	6.7	6.5	9.0	7.4
Tier 1 capital ratio		23	13.0 %	12.6 %	12.3 %	11.9 %	10.9 %	10.5 %	9.7 %	8.8 %	8.5 %	12.6 %	10.5 %
Total capital ratio		24	17.2	16.9	16.8	16.4	15.5	15.6	13.9	12.4	11.8	16.9	15.6
Tangible common equity as a percentage of RWA		25	9.3	9.0	8.5	8.0	7.3	6.9	6.3	5.7	5.4	9.0	6.9
After tax impact of 1% increase in interest rates on													
Common shareholders' equity (\$millions)		26	\$ (113)	\$ (124)	\$ (120)	\$ (40)	\$ (32)	\$ (13)	\$ (45)	\$ (40)	\$ (27)	\$ (124)	\$ (13)
Annual net income (\$millions)		27	(12)	(17)	(14)	(4)	(9)	4	(10)	(10)	(1)	(17)	4
Net impaired loans (\$millions)		28	(625)	(646)	(617)	(567)	(584)	(641)	(643)	(742)	(661)	(646)	(641)
Net impaired loans as a % of net loans		29	(.5)%	(.5)%	(.5)%	(.4)%	(.5)%	(.5)%	(.5)%	(.6)%	(.5)%	(.5)%	(.5)%
Provision for credit losses as a % of net average loans		30	.03	(.22)	(.05)	(.62)	(.33)	(.27)	.19	.31	.34	(.30)	.15
Rating of senior debt:	Moody's	31	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3
	Standard and Poor's	32	A+	A+	A+	A+	A+	A+	A+	A+	A+	A+	A+

¹ Excludes debt security positions which are used as part of the Bank's Asset and Liability Management hedging activities and preferred shares that are hedged

² Tangible common equity is common shareholders' equity plus contributed surplus less net intangibles and goodwill

FOR THE PERIOD ENDED	LINE #	2005					2004					Full Year	
		Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2004	2003	
Business performance (\$millions)													
Net income - reported basis	1	\$ 630	\$ 595	\$ 565	\$ 490	\$ 582	\$ 480	\$ 480	\$ (295)	\$ 324	\$ 2,232	\$ 989	
Economic profit ^{1,2}	2	312	274	259	207	376	210	227	(563)	76	1,116	(50)	
Total revenue	3	2,806	2,553	2,633	2,725	2,745	2,429	2,551	2,368	2,513	10,656	9,861	
Net interest income	4	1,411	1,435	1,452	1,441	1,445	1,335	1,358	1,400	1,344	5,773	5,437	
Average common equity	5	12,846	12,392	12,195	12,058	11,665	11,396	11,107	11,484	11,607	12,050	11,396	
Average invested capital ³	6	15,926	15,383	15,089	14,849	14,331	13,900	13,536	13,875	13,868	14,884	13,792	
Return on Equity - reported basis	7	19.5 %	19.1 %	18.4 %	16.5 %	19.8 %	16.7 %	17.1 %	(10.5)%	11.1 %	18.5 %	8.7 %	
- before amortization of intangibles	8	22.1	22.1	21.7	20.1	26.0	20.6	21.4	(6.0)	15.6	22.5	13.0	
Return on invested capital - before amortization of intangibles ^{2,3}	9	17.9	17.8	17.5	16.4	21.1	16.9	17.6	(5.7)	13.1	18.2	10.5	
Return on risk-weighted assets - before amortization of intangibles	10	2.80	2.80	2.68	2.36	2.84	2.19	2.12	(0.50)	1.58	2.68	1.35	
Efficiency ratio - reported basis	11	69.3	74.6	72.4	83.3	70.1	80.7	73.8	108.3	77.9	75.1	84.8	
- before amortization of intangibles	12	64.5	69.0	66.7	77.4	63.9	73.5	66.5	99.9	69.4	69.3	77.0	
Net interest margin	13	2.10	2.22	2.23	2.27	2.32	2.19	2.08	2.22	2.15	2.26	2.16	
Average number of full-time equivalent staff	14	43,100	43,332	43,491	42,509	42,032	42,263	42,607	42,713	42,575	42,843	42,538	
Number of domestic retail outlets at period end	15	1,033	1,034	1,033	1,026	1,031	1,093	1,162	1,165	1,172	1,034	1,093	
Number of retail brokerage offices at period end	16	259	256	265	265	268	270	272	285	283	256	270	
Common share performance													
Closing market price	17	\$ 48.15	\$ 48.98	\$ 44.30	\$ 44.48	\$ 43.38	\$ 43.86	\$ 37.49	\$ 33.94	\$ 32.18	\$ 48.98	\$ 43.86	
Book value per common share	18	20.06	19.31	18.94	18.63	18.27	17.64	17.47	17.04	18.10	19.31	17.64	
Closing market price to book value	19	2.40	2.54	2.34	2.39	2.37	2.49	2.15	1.99	1.78	2.54	2.49	
Price earnings ratio - before amortization of intangibles ⁴	20	11.9	11.9	11.2	11.5	16.1	19.5	30.0	-	54.5	11.9	19.5	
Total market return on common shareholders' investment ⁵	21	14.2 %	14.8 %	21.7 %	34.8 %	38.5 %	53.4 %	17.0 %	(16.3)%	(21.8)%	14.8 %	53.4 %	
Number of common shares outstanding (millions)	22	658.3	655.9	653.0	655.3	657.6	656.3	653.4	651.1	647.9	655.9	656.3	
Total market capitalization (\$billions)	23	\$ 31.7	\$ 32.1	\$ 28.9	\$ 29.1	\$ 28.5	\$ 28.8	\$ 24.5	\$ 22.1	\$ 20.8	\$ 32.1	\$ 28.8	
Dividend Performance													
Dividend per common share	24	\$ 0.36	\$ 0.36	\$ 0.34	\$ 0.34	\$ 0.32	\$ 0.32	\$ 0.28	\$ 0.28	\$ 0.28	\$ 1.36	\$ 1.16	
Dividend yield ⁶	25	2.9 %	2.9 %	3.0 %	2.7 %	2.8 %	2.9 %	3.1 %	3.4 %	3.5 %	3.0 %	3.2 %	
Common dividend payout ratio - before amortization of intangibles	26	32.9	34.2	33.4	37.5	27.5	35.3	30.6	-	39.6	32.9	50.9	

¹ Economic profit is net income before the amortization of purchased intangibles, less a charge for the cost of Invested Capital. The rate charged for Invested Capital is 10.1% for 2005, 10.7% for 2004 and 10.9% for 2003

² Q2/03 includes a charge of \$26 million after-tax for the past amortization of goodwill that became impaired during the period

³ Invested capital is common shareholders' equity plus the cumulative after-tax amount of purchased intangible assets amortized as of the reporting date

⁴ Closing common share price divided by diluted net income per common share for trailing 4 quarters

⁵ Change in market price plus dividends paid in trailing 4 quarters as a percentage of the prior year's closing market price per common share

⁶ Dividends per common share for trailing 4 quarters divided by average of high and low common share prices for the period

Segmented Results Summary ¹



RESULTS OF OPERATIONS - before amortization of intangibles

(\$millions)

FOR THE PERIOD ENDED	LINE #	2005		2004				2003				Full Year		
		Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2004	2003		
Net Income														
Personal and Commercial Banking	1	\$ 424	\$ 381	\$ 372	\$ 347	\$ 350	\$ 318	\$ 326	\$ 298	\$ 300	\$ 1,450	\$ 1,242		
Wealth Management	2	98	63	76	102	111	100	78	(300)	37	352	(85)		
Total Retail	3	522	444	448	449	461	418	404	(2)	337	1,802	1,157		
Wholesale Banking	4	141	122	128	162	176	121	105	(138)	152	588	240		
Corporate	5	54	121	88	(14)	124	53	90	(28)	(32)	319	83		
Total Bank	6	\$ 717	\$ 687	\$ 664	\$ 597	\$ 761	\$ 592	\$ 599	\$ (168)	\$ 457	\$ 2,709	\$ 1,480		
Return on Invested Capital														
Personal and Commercial Banking	7	23.0 %	21.1 %	20.6 %	20.0 %	19.8 %	18.8 %	19.3 %	18.2 %	17.8 %	20.4 %	18.5 %		
Wealth Management	8	14.7	9.4	11.0	15.3	16.2	14.2	11.1	(41.5)	4.4	13.0	(3.6)		
Wholesale Banking	9	22.9	20.9	22.1	27.5	27.9	19.2	16.1	(19.2)	18.9	24.7	8.6		
Total Bank	10	17.9 %	17.8 %	17.5 %	16.4 %	21.1 %	16.9 %	17.6 %	(5.7)%	13.1 %	18.2 %	10.5 %		
Percentage of Net Income Mix ²														
Total Retail	11	79 %	78 %	78 %	73 %	72 %	78 %	79 %	100 %	69 %	75 %	83 %		
Wholesale Banking	12	21	22	22	27	28	22	21	-	31	25	17		
Total Bank	13	100 %	100 %	100 %	100 %	100 %	100 %	100 %	100 %	100 %	100 %	100 %		
Percentage Geographic Contribution to Total Revenue ³														
Canada	14	77 %	74 %	71 %	74 %	72 %	76 %	71 %	75 %	71 %	73 %	73 %		
United States of America	15	14	12	15	15	16	16	15	14	20	15	16		
Other	16	9	14	14	11	12	8	14	11	9	12	11		
Total Bank	17	100 %	100 %	100 %	100 %	100 %	100 %	100 %	100 %	100 %	100 %	100 %		

¹ The Bank has retroactively reclassified its preferred shares and innovative capital structures as liabilities, and their corresponding distributions as interest expense.

² Percentages exclude Corporate segment results.

³ The taxable equivalent amounts (TEB) are not included in geographic contribution to total revenue.

RESULTS OF OPERATIONS - before amortization of intangibles
 (\$millions)

FOR THE PERIOD ENDED	LINE #	2005	2004				2003				Full Year	
		Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2004	2003
Net interest income	1	\$ 1,089	\$ 1,091	\$ 1,033	\$ 1,001	\$ 1,029	\$ 1,015	\$ 1,022	\$ 991	\$ 1,023	\$ 4,154	\$ 4,051
Other income	2	574	523	537	520	486	475	466	429	433	2,066	1,803
Total revenue	3	1,663	1,614	1,570	1,521	1,515	1,490	1,488	1,420	1,456	6,220	5,854
Provision for credit losses	4	95	88	92	87	106	128	105	104	123	373	460
Non-interest expenses	5	924	944	913	909	884	873	873	852	865	3,650	3,463
Net income before taxes	6	644	582	565	525	525	489	510	464	468	2,197	1,931
Income taxes	7	220	201	193	178	175	171	184	166	168	747	689
Net income	8	\$ 424	\$ 381	\$ 372	\$ 347	\$ 350	\$ 318	\$ 326	\$ 298	\$ 300	\$ 1,450	\$ 1,242
Economic profit ²	9	\$ 258	\$ 219	\$ 210	\$ 190	\$ 191	\$ 166	\$ 174	\$ 151	\$ 148	\$ 810	\$ 639
Average Invested Capital (\$billions)	10	7.3	7.2	7.2	7.1	7.0	6.7	6.7	6.7	6.7	7.1	6.7
Return on Invested Capital	11	23.0 %	21.1 %	20.6 %	20.0 %	19.8 %	18.8 %	19.3 %	18.2 %	17.8 %	20.4 %	18.5 %

Key performance indicators (\$billions)

Risk-weighted assets	12	\$ 60	\$ 58	\$ 58	\$ 56	\$ 56	\$ 56	\$ 54	\$ 54	\$ 53	\$ 58	\$ 56
Average loans - personal	13	99	97	94	93	93	88	88	87	85	94	87
Average loans and acceptances - business	14	16	16	16	16	16	17	17	17	18	16	17
Average securitized loans	15	30	29	29	27	26	26	23	22	22	28	23
Average deposits - personal	16	90	90	89	87	87	85	84	83	83	88	84
Average deposits - business	17	31	30	29	27	27	27	26	25	25	28	26
Margin on avg. earning assets incl. securitized assets	18	3.02%	3.02%	3.00%	3.05%	3.11%	3.15%	3.23%	3.31%	3.33%	3.05%	3.25%
Efficiency ratio	19	55.6%	58.5%	58.2%	59.8%	58.3%	58.6%	58.7%	60.0%	59.4%	58.7%	59.2%
Average number of full-time equivalent staff	20	28,566	28,680	28,871	27,961	27,951	27,973	28,115	27,932	28,188	28,368	28,053

¹ The Bank has retroactively reclassified its preferred shares and innovative capital structures as liabilities, and their corresponding distributions as interest expense.

² The rate charged for Invested Capital is 9%.

Personal and Commercial Banking comprises the Bank's retail, commercial banking and insurance operations. Under the TD Canada Trust brand, the retail operations provide a full range of financial products and services to approximately 10 million personal and small business customers. Products and services are provided - anywhere, anytime - through telephone and internet banking, more than 2,400 automated banking machines and a network of 1,000 branches located across Canada. Under the TD Insurance and TD Meloche Monnex brands, the Bank offers a broad range of insurance products including home and automobile coverage, life and health insurance, as well as credit protection coverage on TD Canada Trust lending products. TD Commercial Banking serves the needs of Canadian businesses, customizing a broad range of products and services to meet their financing, investment, cash management, international trade and day-to-day banking needs.

RESULTS OF OPERATIONS - before amortization of intangibles
 (\$millions)

FOR THE PERIOD ENDED	LINE #	2005					2004				2003				Full Year	
		Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	2004	2003	
Net interest income	1	\$ 145	\$ 130	\$ 127	\$ 121	\$ 114	\$ 113	\$ 109	\$ 94	\$ 105	\$ 492	\$ 421				
Brokerage commissions & other income ²	2	518	469	489	583	557	516	501	388	468	2,098	1,873				
Total revenue	3	663	599	616	704	671	629	610	482	573	2,590	2,294				
Restructuring costs	4	-	-	-	-	-	-	5	21	-	-	26				
Goodwill impairment	5	-	-	-	-	-	-	-	274	-	-	274				
Other non-interest expenses	6	508	502	502	544	499	473	490	466	505	2,047	1,934				
Total non-interest expenses	7	508	502	502	544	499	473	495	761	505	2,047	2,234				
Net income before taxes	8	155	97	114	160	172	156	115	(279)	68	543	60				
Income taxes	9	57	34	38	58	61	56	37	21	31	191	145				
Net income (loss) ³	10	\$ 98	\$ 63	\$ 76	\$ 102	\$ 111	\$ 100	\$ 78	\$ (300)	\$ 37	\$ 352	\$ (85)				
Economic profit (loss) ^{4,5}	11	\$ 18	\$ (18)	\$ (7)	\$ 21	\$ 29	\$ 16	\$ (6)	\$ (421)	\$ (65)	\$ 25	\$ (476)				
Average Invested Capital (\$billions)	12	2.6	2.7	2.7	2.7	2.7	2.8	2.8	3.2	3.4	2.7	3.0				
Return on Invested Capital ⁵	13	14.7 %	9.4 %	11.0 %	15.3 %	16.2 %	14.2 %	11.1 %	(41.5)%	4.4 %	13.0 %	(3.6)%				
Key performance indicators (\$billions)																
Risk-weighted assets	14	\$ 9	\$ 9	\$ 6	\$ 7	\$ 6	\$ 6	\$ 6	\$ 5	\$ 5	\$ 9	\$ 6				
Assets under administration	15	298	279	283	287	284	259	251	233	230	279	259				
Assets under management	16	131	124	126	121	119	113	113	110	112	124	113				
Personal margin loans	17	6	6	6	7	6	5	5	5	5	6	5				
Discount brokerage average trades per day (000's)	18	114	83	87	126	135	111	110	78	94	108	98				
Efficiency ratio	19	76.6 %	83.8 %	81.5 %	77.3 %	74.4 %	75.2 %	81.1 %	157.9 %	88.1 %	79.0 %	97.4 %				
Average number of full-time equivalent staff	20	8,068	8,012	8,074	8,158	7,843	7,747	7,800	8,111	7,672	8,021	7,830				

¹ The Bank has retroactively reclassified its preferred shares and innovative capital structures as liabilities, and their corresponding distributions as interest expense.

² Includes write downs of \$39 million in Q2/03 as a result of other than temporary impairments in certain international joint ventures.

³ Q2/03 restructuring and goodwill impairment charges and write downs amounted to \$328 million after-tax.

⁴ The rates charged for Invested Capital for the domestic Wealth Management, Canada Discount Brokerage, and US and International businesses are 10%, 10% and 14% for 2005, 10%, 10% and 14% for 2004, and 10%, 13% and 13% for 2003, respectively.

⁵ Q2/03 includes a charge of \$26 million after-tax for the past amortization of goodwill that became impaired during the period.

Wealth Management provides a wide array of investment products and services through different brands to a large and diverse retail and institutional client base around the world. Wealth Management is comprised of a number of advisory, distribution and asset management businesses including TD Waterhouse and TD Mutual Funds and is one of Canada's largest asset managers. Through Wealth Management's discount brokerage channels, it serves customers in Canada, the United States and the United Kingdom. In Canada, Discount Brokerage, Financial Planning, Private Investment Advice and Private Client Services service the needs of different retail customer segments through all stages of their investing life cycle.

RESULTS OF OPERATIONS - before amortization of intangibles
 (\$millions)

FOR THE PERIOD ENDED	LINE #	2005		2004				2003				Full Year	
		Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2004	2003	
Net interest income (TEB)	1	\$ 278	\$ 349	\$ 417	\$ 426	\$ 389	\$ 346	\$ 338	\$ 363	\$ 288	\$ 1,581	\$ 1,335	
Trading and fee income	2	292	115	118	156	226	150	139	115	297	615	701	
Total revenue	3	570	464	535	582	615	496	477	478	585	2,196	2,036	
Provision for credit losses ²	4	13	12	12	10	7	8	3	2	2	41	15	
Restructuring costs	5	-	-	-	(7)	-	-	-	66	-	(7)	66	
Goodwill impairment	6	-	-	-	-	-	-	-	350	-	-	350	
Other non-interest expenses	7	332	261	340	343	352	323	307	300	343	1,296	1,273	
Total non-interest expenses	8	332	261	340	336	352	323	307	716	343	1,289	1,689	
Net income before taxes	9	225	191	183	236	256	165	167	(240)	240	866	332	
Income taxes (TEB)	10	84	69	55	74	80	44	62	(102)	88	278	92	
Net income (loss) ³	11	\$ 141	\$ 122	\$ 128	\$ 162	\$ 176	\$ 121	\$ 105	\$ (138)	\$ 152	\$ 588	\$ 240	
Economic profit (loss) ⁴	12	\$ 61	\$ 46	\$ 53	\$ 85	\$ 94	\$ 39	\$ 20	\$ (231)	\$ 47	\$ 278	\$ (125)	
Average Invested Capital (\$billions)	13	2.4	2.3	2.3	2.4	2.5	2.5	2.6	2.9	3.3	2.4	2.8	
Return on Invested Capital	14	22.9 %	20.9 %	22.1 %	27.5 %	27.9 %	19.2 %	16.1 %	(19.2)%	18.9 %	24.7 %	8.6 %	
Key performance indicators (\$billions)													
Risk-weighted assets	15	\$ 31	\$ 30	\$ 32	\$ 35	\$ 41	\$ 40	\$ 46	\$ 48	\$ 49	\$ 30	\$ 40	
Trading securities	16	76	67	68	66	72	55	65	64	65	67	55	
Average loans and customers' liabilities under acceptances	17	6	6	7	7	7	8	9	9	10	7	9	
Efficiency ratio	18	58.2 %	56.3 %	63.6 %	57.7 %	57.2 %	65.1 %	64.4 %	149.8 %	58.6 %	58.7 %	83.0 %	
Average number of full-time equivalent staff ⁵	19	3,017	3,049	2,955	2,837	2,765	2,754	2,804	2,829	2,889	2,902	2,819	
Trading related income (TEB) ⁶													
Interest rate and credit portfolios	20	\$ 160	\$ 76	\$ 136	\$ 176	\$ 171	\$ 91	\$ 124	\$ 184	\$ 182	\$ 559	\$ 581	
Foreign exchange portfolios	21	60	49	55	61	65	61	57	65	65	230	248	
Equity and other portfolios	22	15	(5)	11	7	82	50	(35)	49	100	95	164	
TEB adjustment	23	45	89	62	61	46	44	58	36	27	258	165	
Total trading related income	24	\$ 280	\$ 209	\$ 264	\$ 305	\$ 364	\$ 246	\$ 204	\$ 334	\$ 374	\$ 1,142	\$ 1,158	

¹ The Bank has retroactively reclassified its preferred shares and innovative capital structures as liabilities, and their corresponding distributions as interest expense.

² Provision for credit losses includes the cost of credit protection incurred in hedging the lending portfolio.

³ Q2/03 restructuring and goodwill impairment charges amounted to \$289 million after-tax.

⁴ The rate charged for Invested Capital is 13%.

⁵ Effective November 1, 2004 certain technology support functions were transferred to the Corporate segment. Full-time equivalent staff numbers have been retroactively restated.

This transfer has no effect on Wholesale Banking expenses.

⁶ Includes trading-related income reported in net interest income (line 1) and trading and fee income (line 2).

Wholesale Banking serves a diverse base of corporate, government, and institutional clients in key financial markets around the world. Under the TD Securities brand, Wholesale Banking provides a full range of capital markets and investment banking products and services that include; advice on corporate strategy and mergers and acquisitions; underwriting and distributing loan, debt and equity products; structuring tailored risk management solutions; and executing financial transactions.

RESULTS OF OPERATIONS - before amortization of intangibles
(\$millions)

FOR THE PERIOD ENDED	LINE #	2004					2003				Full Year	
		2005 Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2004	2003
Net interest income ^{2,3}	1	\$ (101)	\$ (135)	\$ (125)	\$ (107)	\$ (87)	\$ (139)	\$ (111)	\$ (48)	\$ (72)	\$ (454)	\$ (370)
Other Income ³	2	11	11	37	25	31	(47)	87	36	(29)	104	47
Total revenue	3	(90)	(124)	(88)	(82)	(56)	(186)	(24)	(12)	(101)	(350)	(323)
General allowance release	4	(35)	-	-	(67)	-	(157)	-	-	-	(67)	(157)
Sectoral allowance release	5	-	(155)	(100)	(200)	(200)	(40)	(40)	-	-	(655)	(80)
Other provision for credit losses ³	6	(63)	(18)	(21)	(22)	(17)	(22)	(9)	(8)	(13)	(78)	(52)
Total provision for credit losses	7	(98)	(173)	(121)	(289)	(217)	(219)	(49)	(8)	(13)	(800)	(289)
Non-interest expenses ⁴	8	47	55	-	320	20	116	22	36	32	395	206
Net income before taxes	9	(39)	(6)	33	(113)	141	(83)	3	(40)	(120)	55	(240)
Income taxes ²	10	(93)	(127)	(55)	(99)	17	(136)	(87)	(12)	(88)	(264)	(323)
Net income (loss)	11	\$ 54	\$ 121	\$ 88	\$ (14)	\$ 124	\$ 53	\$ 90	\$ (28)	\$ (32)	\$ 319	\$ 83

Non-Core Lending Portfolio Total Exposure (\$billions) ⁵

Investment grade	12	\$.5	\$.6	\$ 1.0	\$ 1.9	\$ 2.4	\$ 3.0	\$ 4.0	\$ 5.4	\$ 8.0	\$.6	\$ 3.0
Non-investment grade	13	.8	1.4	2.0	3.1	4.1	5.0	6.9	8.4	9.0	1.4	5.0
Total Exposure	14	\$ 1.3	\$ 2.0	\$ 3.0	\$ 5.0	\$ 6.5	\$ 8.0	\$ 10.9	\$ 13.8	\$ 17.0	\$ 2.0	\$ 8.0

Decomposition of material items in net income (\$millions)

Interest on income tax refunds	15	\$ 7	\$ 18	\$ 12	\$ 20	\$ -	\$ -	\$ 35	\$ -	\$ -	\$ 50	\$ 35
Visa foreign exchange loss	16	-	-	-	-	-	(39)	-	-	-	-	(39)
Impact of Hedging Relationships Guideline (AcG-13) ⁶	17	(10)	(11)	(2)	(16)	(21)	-	-	-	-	(50)	-
Securitization gain/(loss)	18	6	(1)	(4)	10	3	1	11	-	-	8	12
General allowance release	19	23	-	-	43	-	100	-	-	-	43	100
Unallocated Corporate expenses ⁴	20	(55)	(9)	(7)	(25)	(11)	(51)	(17)	(26)	(17)	(52)	(111)
Deferred tax charge - commercial lease	21	-	-	-	-	-	-	-	(30)	-	-	(30)
Tax recovery (re: future tax adjustment)	22	-	-	-	-	17	-	-	-	-	17	-
Non-Core Lending Portfolio	23	36	124	94	(40)	139	19	59	10	4	317	92
Other	24	47	-	(5)	(6)	(3)	23	2	18	(19)	(14)	24
Net Income (loss)	25	\$ 54	\$ 121	\$ 88	\$ (14)	\$ 124	\$ 53	\$ 90	\$ (28)	\$ (32)	\$ 319	\$ 83

¹ The Bank has retroactively reclassified its preferred shares and innovative capital structures as liabilities, and their corresponding distributions as interest expense.

² Includes the elimination of the taxable equivalent basis (TEB) adjustments reported in the Operating Segments and Non-Core Lending Portfolio results.

³ The Operating Segments results are presented before the impact of asset securitization programs, which is reclassified in the Corporate segment.

⁴ Effective fiscal 2005, the Bank revised its methodology in allocating corporate support costs. This increased expenses in the Corporate segment by \$22 million before tax in Q1, 2005.

⁵ Exposure is committed authorized plus uncommitted utilized loan facilities and letters of credit and guarantees; net of specific allowances for credit losses, cash collateral and credit protection.

⁶ The impact of the Hedging Relationships accounting guideline (AcG-13) results from the accounting asymmetry that occurs when hedges of interest rate risk, foreign exchange rates or credit exposures are effective for economic purposes but are marked-to-market for accounting purposes.

The Corporate Segment includes the Non-Core Lending Portfolio, the effects of asset securitization programs in the Personal & Commercial Banking Segment, treasury management, general provisions for credit losses, the elimination of taxable equivalent revenue and income tax, corporate level tax benefits, and residual unallocated revenues, expenses and taxes.

Net Interest Income and Margin



(\$MILLIONS) FOR THE PERIOD ENDED		LINE #	2005 Q1	Q4	2004 Q3		Q2	Q1	2003 Q4		Q3	Q2	Q1	Full Year 2004		2003
Interest income																
Loans		1	\$ 1,832	\$ 1,767	\$ 1,734	\$ 1,693	\$ 1,764	\$ 1,749	\$ 1,962	\$ 1,897	\$ 1,934	\$ 6,958	\$ 7,542			
Securities		2	1,085	879	910	906	962	839	819	941	849	3,657	3,448			
Deposits with banks		3	95	156	107	122	132	71	59	36	46	517	212			
Total interest income		4	3,012	2,802	2,751	2,721	2,858	2,659	2,840	2,874	2,829	11,132	11,202			
Interest expense																
Deposits		5	1,108	1,009	934	920	990	962	1,052	1,055	1,133	3,853	4,202			
Subordinated notes and debentures		6	79	78	76	78	80	94	59	51	55	312	259			
Preferred shares and Capital Trust Securities		7	29	40	42	44	44	44	44	45	46	170	179			
Other		8	385	240	247	238	299	224	327	323	251	1,024	1,125			
Total interest expense		9	1,601	1,367	1,299	1,280	1,413	1,324	1,482	1,474	1,485	5,359	5,765			
Net interest income		10	1,411	1,435	1,452	1,441	1,445	1,335	1,358	1,400	1,344	5,773	5,437			
TEB Adjustment		11	70	93	63	62	64	62	58	56	54	282	230			
Net interest income (TEB)		12	\$ 1,481	\$ 1,528	\$ 1,515	\$ 1,503	\$ 1,509	\$ 1,397	\$ 1,416	\$ 1,456	\$ 1,398	\$ 6,055	\$ 5,667			
Average total assets (\$billions)		13	\$ 327	\$ 312	\$ 310	\$ 316	\$ 304	\$ 295	\$ 317	\$ 316	\$ 303	\$ 310	\$ 308			
Average earning assets (\$billions)		14	267	257	258	258	248	242	259	259	248	255	252			
Net interest margin as a % of average earning assets		15	2.10 %	2.22 %	2.23 %	2.27 %	2.32 %	2.19 %	2.08 %	2.22 %	2.15 %	2.26 %	2.16 %			
Net interest margin (TEB) as a % of average earning assets		16	2.20	2.36	2.33	2.37	2.42	2.29	2.17	2.31	2.24	2.37	2.25			
Impact on NII from impaired loans																
Reduction/(increase) in NII from impaired loans																
Gross		17	\$ 12	\$ 8	\$ 9	\$ 15	\$ 17	\$ 18	\$ 30	\$ 30	\$ 33	\$ 49	\$ 111			
Recoveries		18	(2)	(2)	(1)	(3)	(2)	(3)	(2)	(3)	(3)	(8)	(11)			
Net reduction/(increase)		19	\$ 10	\$ 6	\$ 8	\$ 12	\$ 15	\$ 15	\$ 28	\$ 27	\$ 30	\$ 41	\$ 100			
Effective tax rate - reported basis		20	26.0 %	17.6 %	24.0 %	24.1 %	37.0 %	13.0 %	21.2 %	- %	27.0 %	26.5 %	24.6 %			
Effective tax rate - before amortization of intangibles		21	27.2	20.5	25.8	26.1	30.4	18.6	24.7	-	30.3	26.0	28.9			

Other Income



(\$MILLIONS) FOR THE PERIOD ENDED	LINE #	2005		2004				2003				Full Year	
		Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2004	2003	
TD Waterhouse Fees and commissions	1	\$ 230	\$ 195	\$ 209	\$ 293	\$ 288	\$ 270	\$ 253	\$ 202	\$ 232	\$ 985	\$ 957	
Full service brokerage and other securities services	2	222	174	164	215	185	164	199	160	144	738	667	
Mutual fund management	3	148	142	147	146	138	133	127	120	128	573	508	
Credit fees	4	98	80	96	76	91	84	113	100	118	343	415	
Net investment securities gains/(losses)	5	52	44	44	59	45	23	18	(23)	5	192	23	
Trading income	6	76	(75)	(75)	(55)	52	(22)	(19)	15	130	(153)	104	
Service charges	7	170	170	170	168	165	165	168	153	155	673	641	
Loan securitizations	8	93	82	90	107	111	89	60	54	47	390	250	
Card services	9	52	20	51	52	49	47	74	65	66	172	252	
Insurance revenue (net of claims)	10	184	175	164	143	111	119	112	97	92	593	420	
Trust fees	11	17	18	20	23	17	15	19	19	17	78	70	
Writedown of investment in JVs	12	-	-	-	-	-	-	-	(39)	-	-	(39)	
Foreign exchange - non-trading	13	24	45	29	28	27	(31)	26	28	25	129	48	
Gains/(Losses) on derivatives & loan sales (non-core)													
not booked to sectoral	14	(1)	19	40	15	(3)	(19)	(13)	(31)	(50)	71	(113)	
Other	15	30	29	32	14	24	57	56	48	60	99	221	
Total other income	16	\$ 1,395	\$ 1,118	\$ 1,181	\$ 1,284	\$ 1,300	\$ 1,094	\$ 1,193	\$ 968	\$ 1,169	\$ 4,883	\$ 4,424	

Non-Interest Expenses



(\$MILLIONS)
FOR THE PERIOD ENDED

LINE #	2005		2004			2003				Full Year		
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2004	2003	
Salaries and employee benefits												
Salaries	1	\$ 580	\$ 572	\$ 584	\$ 558	\$ 540	\$ 593	\$ 580	\$ 536	\$ 595	\$ 2,254	\$ 2,304
Incentive compensation	2	274	238	265	301	280	240	254	241	251	1,084	986
Pension and other employee benefits	3	127	99	108	112	123	108	125	116	119	442	468
Total	4	981	909	957	971	943	941	959	893	965	3,780	3,758
Occupancy												
Rent	5	89	88	92	88	85	98	90	86	87	353	361
Depreciation	6	30	36	33	33	32	37	35	36	35	134	143
Other	7	29	33	33	29	30	38	53	31	30	125	152
Total	8	148	157	158	150	147	173	178	153	152	612	656
Equipment												
Rent	9	41	44	46	40	35	49	39	51	46	165	185
Depreciation	10	32	47	37	40	36	54	44	38	39	160	175
Other	11	59	70	61	57	49	74	67	67	82	237	290
Total	12	132	161	144	137	120	177	150	156	167	562	650
General												
Marketing and business development	13	104	88	86	114	96	78	77	96	97	384	348
Brokerage related fees	14	58	49	56	61	62	57	59	55	58	228	229
Professional and advisory services	15	108	144	114	97	91	123	87	87	75	446	372
Communications	16	46	53	50	53	51	52	51	51	54	207	208
Capital and business taxes	17	36	31	36	43	31	34	38	32	29	141	133
Postage	18	23	23	25	28	24	23	21	25	22	100	91
Travel and relocation	19	15	17	16	16	13	16	13	15	14	62	58
Restructuring costs	20	-	-	-	(7)	-	-	5	87	-	(7)	92
Goodwill impairment	21	-	-	-	-	-	-	-	624	-	-	624
Other	22	160	130	113	446	177	111	59	91	112	866	373
Total	23	550	535	496	851	545	494	410	1,163	461	2,427	2,528
Total expenses excluding amortization of intangibles	24	\$ 1,811	\$ 1,762	\$ 1,755	\$ 2,109	\$ 1,755	\$ 1,785	\$ 1,697	\$ 2,365	\$ 1,745	\$ 7,381	\$ 7,592
Memo Items												
Amortization of intangibles	25	\$ 134	\$ 142	\$ 152	\$ 162	\$ 170	\$ 175	\$ 186	\$ 199	\$ 212	\$ 626	\$ 772
Less tax effect - at normal rates	26	47	50	53	55	60	63	67	72	79	218	281
- resulting from tax rate changes	27	-	-	-	-	(69)	-	-	-	-	(69)	-
Amortization of intangibles, net of tax	28	\$ 87	\$ 92	\$ 99	\$ 107	\$ 179	\$ 112	\$ 119	\$ 127	\$ 133	\$ 477	\$ 491

Balance Sheet



(\$MILLIONS) AS AT	LINE #	2005					2004					2003				
		Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1		
Cash resources	1	\$ 10,588	\$ 9,038	\$ 10,236	\$ 9,434	\$ 8,065	\$ 7,719	\$ 7,813	\$ 6,946	\$ 9,017						
Securities purchased under resale agreements	2	26,220	21,888	25,401	28,982	27,842	17,475	26,643	42,397	26,447						
Investment securities																
Issued or guaranteed by Canada or provinces	3	18,905	16,725	17,906	16,579	17,294	14,023	13,570	14,503	13,504						
Issued by US federal government	4	5,448	4,464	3,781	3,896	3,173	1,951	3,585	3,557	2,672						
Other securities	5	10,509	10,198	11,966	11,973	10,983	8,801	11,204	12,728	13,389						
Total	6	34,862	31,387	33,653	32,448	31,450	24,775	28,359	30,788	29,565						
Trading securities	7	75,977	66,893	67,702	66,197	71,713	54,890	65,000	63,516	64,840						
Total	8	110,839	98,280	101,355	98,645	103,163	79,665	93,359	94,304	94,405						
Loans and customers' liability under acceptances																
Residential mortgages	9	52,341	51,374	51,480	51,956	52,844	52,525	53,667	53,311	52,806						
Personal	10	52,793	51,119	49,507	47,955	45,414	42,908	39,869	39,152	37,937						
Business and government	11	25,974	26,938	27,936	27,259	27,613	29,270	33,572	36,826	38,753						
Total	12	131,108	129,431	128,923	127,170	125,871	124,703	127,108	129,289	129,496						
Other assets																
Intangible assets	13	2,010	2,144	2,286	2,438	2,570	2,737	2,786	2,972	3,171						
Goodwill	14	2,245	2,225	2,308	2,336	2,272	2,263	2,323	2,360	3,102						
Other	15	50,307	48,021	38,684	43,300	46,453	38,970	42,183	43,384	45,800						
Total	16	54,562	52,390	43,278	48,074	51,295	43,970	47,292	48,716	52,073						
Total assets	17	\$ 333,317	\$ 311,027	\$ 309,193	\$ 312,305	\$ 316,236	\$ 273,532	\$ 302,215	\$ 321,652	\$ 311,438						
Deposits																
Personal non-term	18	\$ 61,492	\$ 59,441	\$ 59,917	\$ 59,045	\$ 55,172	\$ 53,364	\$ 52,983	\$ 51,355	\$ 51,294						
Personal term	19	52,735	51,919	51,647	51,268	51,602	52,632	51,472	51,825	51,088						
Banks and deposit taking institutions	20	14,588	11,459	16,501	17,664	18,185	11,958	19,303	25,892	25,855						
Business and government	21	93,147	84,074	83,439	83,563	80,656	64,926	74,870	82,761	78,001						
Total	22	221,962	206,893	211,504	211,540	205,615	182,880	198,628	211,833	206,238						
Customers' liability under acceptances	23	5,275	5,507	5,701	5,438	5,886	6,645	7,030	6,918	7,048						
Obligations related to securities sold short	24	21,391	17,671	19,413	16,568	20,070	15,346	19,683	19,325	20,263						
Obligations related to securities sold under repurchase agreements	25	10,688	9,846	10,934	12,916	16,825	7,845	13,820	22,113	14,463						
Other liabilities	26	52,928	50,238	41,046	45,128	47,358	40,568	43,714	43,072	44,657						
Liability for preferred shares and Capital Trust Securities	27	2,210	2,560	2,559	2,776	2,772	2,785	2,785	3,036	2,727						
Subordinated notes and debentures	28	5,660	5,644	5,671	5,730	5,696	5,887	5,143	4,261	4,318						
Shareholders' equity																
Common shares	29	3,475	3,373	3,245	3,281	3,192	3,179	3,078	3,000	2,917						
Contributed surplus	30	24	20	17	14	12	9	7	5	2						
Retained earnings	31	9,704	9,275	9,103	8,914	8,810	8,388	8,327	8,089	8,805						
Total	32	13,203	12,668	12,365	12,209	12,014	11,576	11,412	11,094	11,724						
Total liabilities and shareholders' equity	33	\$ 333,317	\$ 311,027	\$ 309,193	\$ 312,305	\$ 316,236	\$ 273,532	\$ 302,215	\$ 321,652	\$ 311,438						
Assets under administration																
Personal and Commercial Banking	34	\$ 35,895	\$ 35,838	\$ 33,213	\$ 33,613	\$ 36,057	\$ 36,247	\$ 33,688	\$ 29,841	\$ 30,145						
Wealth Management	35	297,852	279,190	282,998	286,612	283,816	259,182	251,349	233,076	229,770						
Total	36	\$ 333,747	\$ 315,028	\$ 316,211	\$ 320,225	\$ 319,873	\$ 295,429	\$ 285,037	\$ 262,917	\$ 259,915						
Assets under management																
Wealth Management	37	\$ 130,573	\$ 124,147	\$ 126,368	\$ 120,855	\$ 118,860	\$ 113,406	\$ 113,208	\$ 110,455	\$ 112,025						

(\$MILLIONS) AS AT	LINE #	2005		2004			2003				Full Year	
		Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2004	2003
Investment securities - surplus (deficit) over book¹												
Debt	1	\$ -	\$ 6	\$ -	\$ -	\$ -	\$ -	\$ 12	\$ 1	\$ (6)	\$ 6	\$ -
Common & equivalents	2	506	387	308	364	374	329	274	194	136	387	329
Preferred shares	3	31	25	13	41	38	40	12	1	1	25	40
Total	4	\$ 537	\$ 418	\$ 321	\$ 405	\$ 412	\$ 369	\$ 298	\$ 196	\$ 131	\$ 418	\$ 369
Identifiable intangible assets												
Opening balance	5	\$ 2,144	\$ 2,286	\$ 2,438	\$ 2,570	\$ 2,737	\$ 2,786	\$ 2,972	\$ 3,171	\$ 3,383	\$ 2,737	\$ 3,383
Arising during the period	6	-	-	-	30	3	126	-	-	-	33	126
Amortized in the period	7	(134)	(142)	(152)	(162)	(170)	(175)	(186)	(199)	(212)	(626)	(772)
Closing balance	8	\$ 2,010	\$ 2,144	\$ 2,286	\$ 2,438	\$ 2,570	\$ 2,737	\$ 2,786	\$ 2,972	\$ 3,171	\$ 2,144	\$ 2,737
Future tax liability on intangible assets												
Opening balance	9	\$ (701)	\$ (748)	\$ (798)	\$ (850)	\$ (841)	\$ (904)	\$ (971)	\$ (1,043)	\$ (1,122)	\$ (841)	\$ (1,122)
Arising during the period - changes in tax rates	10	-	-	-	-	(69)	-	-	-	-	(69)	-
Recognized in the period	11	44	47	50	52	60	63	67	72	79	209	281
Closing balance	12	\$ (657)	\$ (701)	\$ (748)	\$ (798)	\$ (850)	\$ (841)	\$ (904)	\$ (971)	\$ (1,043)	\$ (701)	\$ (841)
Net intangibles closing balance	13	\$ 1,353	\$ 1,443	\$ 1,538	\$ 1,640	\$ 1,720	\$ 1,896	\$ 1,882	\$ 2,001	\$ 2,128	\$ 1,443	\$ 1,896
Goodwill												
Opening balance	14	\$ 2,225	\$ 2,308	\$ 2,336	\$ 2,272	\$ 2,263	\$ 2,323	\$ 2,360	\$ 3,102	\$ 3,134	\$ 2,263	\$ 3,134
Arising during the period	15	-	10	6	27	-	-	-	-	-	43	-
Impairment during the period	16	-	-	-	-	-	-	-	(624)	-	-	(624)
Foreign exchange and other adjustments	17	20	(93)	(34)	37	9	(60)	(37)	(118)	(32)	(81)	(247)
Closing balance	18	\$ 2,245	\$ 2,225	\$ 2,308	\$ 2,336	\$ 2,272	\$ 2,263	\$ 2,323	\$ 2,360	\$ 3,102	\$ 2,225	\$ 2,263
Total net intangibles and goodwill closing balance	19	\$ 3,598	\$ 3,668	\$ 3,846	\$ 3,976	\$ 3,992	\$ 4,159	\$ 4,205	\$ 4,361	\$ 5,230	\$ 3,668	\$ 4,159
Restructuring costs accrual												
Opening balance	20	\$ 7	\$ 8	\$ 8	\$ 16	\$ 19	\$ 53	\$ 74	\$ 27	\$ 36	\$ 19	\$ 36
Expensed during the period	21	-	-	-	(7)	-	-	5	93	-	(7)	98
Amount utilized during the period												
Personal and Commercial Banking	22	-	-	-	-	-	(13)	(4)	(5)	(6)	-	(28)
TD Waterhouse International	23	-	-	-	-	(1)	(2)	(10)	(13)	-	(1)	(25)
Wholesale Banking	24	-	-	-	-	-	-	(3)	(2)	(3)	-	(8)
Wholesale Banking - Equity Options	25	-	(1)	-	(1)	(2)	(19)	(9)	(26)	-	(4)	(54)
Closing balance	26	\$ 7	\$ 7	\$ 8	\$ 8	\$ 16	\$ 19	\$ 53	\$ 74	\$ 27	\$ 7	\$ 19

¹ Excludes debt security positions which are used as part of the Bank's Asset and Liability Management hedging activities and preferred shares that are hedged

Loan Securitization



(\$MILLIONS)

		LINE #	2005 Q1	2004				2003				Full Year	
FOR THE PERIOD ENDED			Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2004	2003
Loans securitized and sold to third parties													
Securitized/(repurchased) during the period ¹													
Mortgage	Conventional	1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	MBS Pool	2	1,650	1,817	1,686	1,066	1,056	2,138	2,338	1,435	1,600	5,625	7,511
	Commercial	3	-	300	-	81	318	-	302	-	577	699	879
Personal	HELOC	4	-	-	-	-	(370)	-	-	-	(300)	(370)	(300)
	Credit Card	5	-	-	-	-	(39)	(613)	1,146	(20)	(500)	(39)	13
Corporate Loans		6	-	-	-	-	-	-	-	-	-	-	-
Total		7	\$ 1,650	\$ 2,117	\$ 1,686	\$ 1,147	\$ 965	\$ 1,525	\$ 3,786	\$ 1,415	\$ 1,377	\$ 5,915	\$ 8,103
Outstanding at end of period													
Mortgage	Conventional	8	\$ 4	\$ 11	\$ 36	\$ 382	\$ 515	\$ 626	\$ 788	\$ 1,052	\$ 1,380	\$ 11	\$ 626
	MBS Pool	9	14,074	13,060	12,004	11,200	11,031	10,683	9,532	8,302	7,660	13,060	10,683
	Commercial	10	1,772	1,818	1,595	1,606	1,560	1,284	1,328	1,065	1,079	1,818	1,284
Personal	HELOC	11	4,015	4,024	4,039	4,077	4,120	4,541	4,590	4,648	4,684	4,024	4,541
	Credit Card	12	1,300	1,300	1,300	1,500	1,500	1,539	2,147	1,002	1,022	1,300	1,539
Corporate Loans		13	-	-	-	28	42	79	108	187	187	-	79
Total		14	\$ 21,165	\$ 20,213	\$ 18,974	\$ 18,793	\$ 18,768	\$ 18,752	\$ 18,493	\$ 16,256	\$ 16,012	\$ 20,213	\$ 18,752
Economic Impact													
	Net interest income	15	\$ (92)	\$ (89)	\$ (105)	\$ (109)	\$ (112)	\$ (100)	\$ (49)	\$ (60)	\$ (58)	\$ (415)	\$ (267)
	Other income	16	93	82	90	107	111	89	60	54	47	390	250
	Provision for credit losses	17	8	9	9	13	10	13	7	6	11	41	37
Total impact		18	\$ 9	\$ 2	\$ (6)	\$ 11	\$ 9	\$ 2	\$ 18	\$ -	\$ -	\$ 16	\$ 20
Mortgage Backed Securities Retained²													
	Outstanding at end of period	19	\$ 10,302	\$ 9,695	\$ 10,522	\$ 9,485	\$ 7,217	\$ 8,091	\$ 5,920	\$ 6,467	\$ 6,661	\$ 9,695	\$ 8,091

¹ Excludes principal repayments during the period

² Reported as investment securities issued or guaranteed by Canada on the consolidated balance sheet

Impaired Loans by Business Line and General Allowances



(\$MILLIONS)											
AS AT	LINE #	2005 Q1	Q4	Q3	2004		Q4	Q3	2003		Q1
					Q2	Q1			Q2	Q1	
GROSS IMPAIRED LOANS											
Personal and Commercial Banking											
Retail	1	\$ 138	\$ 138	\$ 156	\$ 165	\$ 204	\$ 215	\$ 206	\$ 216	\$ 239	
Commercial	2	182	138	166	173	223	210	209	189	150	
Total Personal and Commercial Banking	3	320	276	322	338	427	425	415	405	389	
Wholesale Banking											
Corporate loans - core	4	-	-	-	-	-	-	-	-	-	-
Investment Banking	5	-	-	-	-	-	-	27	28	31	
Total Wholesale Banking	6	-	-	-	-	-	-	27	28	31	
Corporate Segment											
Corporate loans - non-core	7	193	261	430	586	739	946	1,463	2,089	2,363	
TOTAL GROSS IMPAIRED LOANS	8	\$ 513	\$ 537	\$ 752	\$ 924	\$ 1,166	\$ 1,371	\$ 1,905	\$ 2,522	\$ 2,783	
NET IMPAIRED LOANS											
Personal and Commercial Banking											
Retail	9	\$ 68	\$ 63	\$ 81	\$ 87	\$ 111	\$ 121	\$ 118	\$ 126	\$ 142	
Commercial	10	110	75	86	91	136	123	113	102	75	
Total Personal and Commercial Banking	11	178	138	167	178	247	244	231	228	217	
Wholesale Banking											
Corporate loans - core	12	-	-	-	-	-	-	-	-	-	-
Investment banking	13	-	-	-	-	-	-	27	28	31	
Total Wholesale Banking	14	-	-	-	-	-	-	27	28	31	
Corporate Segment											
Corporate loans - non-core	15	79	133	293	400	469	640	938	956	1,264	
Total impaired loans net of specific provisions	16	257	271	460	578	716	884	1,196	1,212	1,512	
General allowance for credit losses	17	882	917	917	917	984	984	1,141	1,141	1,141	
Sectoral allowance for credit losses	18	-	-	160	228	316	541	698	813	1,032	
TOTAL NET IMPAIRED LOANS	19	\$ (625)	\$ (646)	\$ (617)	\$ (567)	\$ (584)	\$ (641)	\$ (643)	\$ (742)	\$ (661)	
Allowance for credit losses as a % of gross impaired loans	20	221.8 %	220.3 %	182.0 %	161.4 %	150.1 %	146.8 %	133.8 %	129.4 %	123.8 %	
Total Loans (page 11, line 12)	21	\$ 131,108	\$ 129,431	\$ 128,923	\$ 127,170	\$ 125,871	\$ 124,703	\$ 127,108	\$ 129,289	\$ 129,496	
Net impaired loans as a % of net loans	22	(0.5)%	(0.5)%	(0.5)%	(0.4)%	(0.5)%	(0.5)%	(0.5)%	(0.6)%	(0.5)%	

Analysis of Change in Gross Impaired Loans & Allowance for Credit Losses



(\$MILLIONS) AS AT	LINE #	2005					2004				2003				Full Year	
		Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	2004	2003	
GROSS IMPAIRED LOANS																
Balance at beginning of period	1	\$ 537	\$ 752	\$ 924	\$ 1,166	\$ 1,371	\$ 1,905	\$ 2,522	\$ 2,783	\$ 2,525			\$ 1,371	\$ 2,525		
Additions to impaired loans and acceptances																
Personal and Commercial Banking - retail ¹	2	140	139	152	152	206	182	174	181	193			649	730		
- commercial mid-market	3	71	4	28	5	22	84	52	40	9			59	185		
Corporate - non-core	4	-	23	85	-	156	262	292	122	458			264	1,134		
Total additions to impaired loans and acceptances	5	\$ 211	\$ 166	\$ 265	\$ 157	\$ 384	\$ 528	\$ 518	\$ 343	\$ 660			\$ 972	\$ 2,049		
Return to performing status, repaid or sold	6	(129)	(214)	(256)	(263)	(384)	(555)	(291)	(313)	(199)			(1,117)	(1,358)		
Net new additions (reductions)	7	\$ 82	\$ (48)	\$ 9	\$ (106)	\$ -	\$ (27)	\$ 227	\$ 30	\$ 461			\$ (145)	\$ 691		
Write-offs	8	(111)	(132)	(164)	(159)	(232)	(426)	(808)	(202)	(165)			(687)	(1,601)		
Foreign exchange and other adjustments	9	5	(35)	(17)	23	27	(81)	(36)	(89)	(38)			(2)	(244)		
Change during the period	10	(24)	(215)	(172)	(242)	(205)	(534)	(617)	(261)	258			(834)	(1,154)		
Balance at end of period	11	\$ 513	\$ 537	\$ 752	\$ 924	\$ 1,166	\$ 1,371	\$ 1,905	\$ 2,522	\$ 2,783			\$ 537	\$ 1,371		
GROSS IMPAIRED LOANS BY LOCATION²																
Domestic	12	\$ 320	\$ 277	\$ 324	\$ 344	\$ 467	\$ 506	\$ 562	\$ 683	\$ 680			\$ 277	\$ 506		
International - USA	13	193	233	313	431	507	678	1,042	1,340	1,520			233	678		
- Offshore	14	-	27	115	149	192	187	301	499	583			27	187		
Balance at end of period	15	\$ 513	\$ 537	\$ 752	\$ 924	\$ 1,166	\$ 1,371	\$ 1,905	\$ 2,522	\$ 2,783			\$ 537	\$ 1,371		
ALLOWANCE FOR CREDIT LOSSES																
Specific allowance																
Balance at beginning of period	16	\$ 266	\$ 292	\$ 346	\$ 450	\$ 487	\$ 709	\$ 1,310	\$ 1,271	\$ 1,074			\$ 487	\$ 1,074		
Write-offs	17	(111)	(132)	(164)	(159)	(232)	(426)	(808)	(202)	(165)			(687)	(1,601)		
Recoveries	18	54	30	32	35	26	29	33	31	27			123	120		
Transfer (to)/from sectoral	19	-	1	2	(61)	64	76	95	170	236			6	577		
Provision for credit losses	20	45	82	83	75	96	114	99	98	112			336	423		
Foreign exchange and other adjustments	21	2	(7)	(7)	6	9	(15)	(20)	(58)	(13)			1	(106)		
Balance at end of period	22	\$ 256	\$ 266	\$ 292	\$ 346	\$ 450	\$ 487	\$ 709	\$ 1,310	\$ 1,271			\$ 266	\$ 487		
Sectoral allowance																
Balance at beginning of period	23	\$ -	\$ 160	\$ 228	\$ 316	\$ 541	\$ 698	\$ 813	\$ 1,032	\$ 1,285			\$ 541	\$ 1,285		
Transfer (to)/from specific	24	-	(1)	(2)	61	(64)	(76)	(95)	(170)	(236)			(6)	(577)		
Recoveries	25	-	12	39	67	32	20	37	-	-			150	57		
Provision for credit losses	26	-	(155)	(100)	(200)	(200)	(40)	(40)	-	-			(655)	(80)		
Foreign exchange and loss on loan sales booked to sectoral	27	-	(16)	(5)	(16)	7	(61)	(17)	(49)	(17)			(30)	(144)		
Balance at end of period	28	\$ -	\$ -	\$ 160	\$ 228	\$ 316	\$ 541	\$ 698	\$ 813	\$ 1,032			\$ -	\$ 541		
General allowance																
Balance at beginning of period	29	\$ 917	\$ 917	\$ 917	\$ 984	\$ 984	\$ 1,141	\$ 1,141	\$ 1,141	\$ 1,141			\$ 984	\$ 1,141		
Provision for credit losses	30	(35)	-	-	(67)	-	(157)	-	-	-			(67)	(157)		
Balance at end of period	31	\$ 882	\$ 917	\$ 917	\$ 917	\$ 984	\$ 984	\$ 1,141	\$ 1,141	\$ 1,141			\$ 917	\$ 984		
Total allowance for credit losses at end of period	32	\$ 1,138	\$ 1,183	\$ 1,369	\$ 1,491	\$ 1,750	\$ 2,012	\$ 2,548	\$ 3,264	\$ 3,444			\$ 1,183	\$ 2,012		

¹ Including Small Business Banking

² Based on geographic location of unit responsible for recording revenue

Analysis of Change in Shareholders' Equity

(\$MILLIONS)
FOR THE PERIOD ENDED

LINE #	2005					2004				2003				Full Year	
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	2004	2003	
Common shares															
Opening balance	\$ 3,373	\$ 3,245	\$ 3,281	\$ 3,192	\$ 3,179	\$ 3,078	\$ 3,000	\$ 2,917	\$ 2,846				\$ 3,179	\$ 2,846	
Issued - options	27	17	11	36	35	19	7	13	8				99	47	
- cash	-	-	-	-	-	-	-	-	-				-	-	
- dividend reinvestment plan	73	78	9	11	76	82	71	70	63				174	286	
Impact of shares (acquired) sold for trading purposes ¹	2	33	(46)	70	(98)	n/a	n/a	n/a	n/a				(41)	n/a	
Repurchase of common shares	-	-	(10)	(28)	-	-	-	-	-				(38)	-	
Closing balance	3,475	3,373	3,245	3,281	3,192	3,179	3,078	3,000	2,917				3,373	3,179	
Contributed surplus															
Opening balance	20	17	14	12	9	7	5	2	-				9	-	
Stock option expense	4	3	3	3	3	2	2	3	2				12	9	
Stock option exercised	-	-	-	(1)	-	-	-	-	-				(1)	-	
Closing balance	24	20	17	14	12	9	7	5	2				20	9	
Retained earnings															
Opening balance	9,275	9,103	8,914	8,810	8,388	8,327	8,089	8,805	8,710				8,388	8,710	
Net income	630	595	565	490	582	480	480	(295)	324				2,232	989	
Dividends - common	(236)	(235)	(222)	(224)	(209)	(209)	(183)	(181)	(181)				(890)	(754)	
Foreign currency translation adjustments, net of tax	53	(192)	(89)	73	73	(210)	(56)	(234)	(48)				(135)	(548)	
Share issue expenses, net of tax	-	-	-	-	-	-	-	(6)	-				-	(6)	
Premium paid on common shares repurchased	-	-	(77)	(235)	-	-	-	-	-				(312)	-	
Other	(18)	4	12	-	(24)	-	(3)	-	-				(8)	(3)	
Closing balance	9,704	9,275	9,103	8,914	8,810	8,388	8,327	8,089	8,805				9,275	8,388	
Total shareholders' equity	\$ 13,203	\$ 12,668	\$ 12,365	\$ 12,209	\$ 12,014	\$ 11,576	\$ 11,412	\$ 11,094	\$ 11,724				\$ 12,668	\$ 11,576	
NUMBER OF COMMON SHARES (thousands)															
Opening balance	655,902	652,960	655,309	657,601	656,261	653,365	651,075	647,921	645,399				656,261	645,399	
Issued - options	941	618	377	1,625	1,829	946	359	1,052	543				4,449	2,900	
- dividend reinvestment plan	1,497	1,641	219	236	1,748	1,950	1,931	2,102	1,979				3,844	7,962	
Impact of shares (acquired) sold for trading purposes ¹	9	683	(1,005)	1,507	(2,237)	n/a	n/a	n/a	n/a				(1,052)	n/a	
Repurchase of common shares	-	-	(1,940)	(5,660)	-	-	-	-	-				(7,600)	-	
Closing balance	658,349	655,902	652,960	655,309	657,601	656,261	653,365	651,075	647,921				655,902	656,261	

¹ Purchased by subsidiaries of the Bank which are regulated securities entities in accordance with Regulation 92-313 of the *Bank Act*. Prospectively reflected change to CICA Handbook s. 1100 effective Q1/04

(\$MILLIONS) AS AT	LINE #	2005 Q1	Q4	2004			2003			
				Q3	Q2	Q1	Q4	Q3	Q2	Q1
Balance sheet assets										
Cash resources	1	\$ 1,878	\$ 1,582	\$ 1,785	\$ 1,638	\$ 1,395	\$ 1,344	\$ 1,346	\$ 1,205	\$ 1,620
Securities	2	3,989	4,155	4,034	4,041	3,759	3,686	4,451	4,635	5,845
Loans	3	64,222	61,840	59,206	57,834	59,810	59,508	59,979	62,804	64,231
Customers' liability under acceptances	4	5,181	5,414	5,607	5,348	5,699	6,400	6,731	6,429	6,460
Other assets	5	6,245	6,208	5,861	6,175	6,055	5,885	5,834	6,189	6,158
Total balance sheet assets	6	81,515	79,199	76,493	75,036	76,718	76,823	78,341	81,262	84,314
Off-balance sheet exposures										
Credit instruments	7	8,674	9,031	9,180	9,908	10,929	10,937	12,407	13,151	14,200
Derivative financial instruments	8	6,312	6,268	5,467	6,413	6,343	5,987	5,853	6,104	6,554
Total off-balance sheet exposures	9	14,986	15,299	14,647	16,321	17,272	16,924	18,260	19,255	20,754
Total risk-weighted asset equivalent - Credit risk	10	96,501	94,498	91,140	91,357	93,990	93,747	96,601	100,517	105,068
Total risk-weighted asset equivalent - Market risk	11	6,493	5,808	8,521	10,992	16,094	14,470	17,390	17,758	16,043
Total risk-weighted assets	12	\$ 102,994	\$ 100,306	\$ 99,661	\$ 102,349	\$ 110,084	\$ 108,217	\$ 113,991	\$ 118,275	\$ 121,111
CAPITAL										
TIER 1										
Common shareholders' equity	13	\$ 13,173	\$ 12,527	\$ 12,348	\$ 12,195	\$ 12,002	\$ 11,567	\$ 11,405	\$ 11,089	\$ 11,722
Qualifying preferred shares ¹	14	1,310	1,310	1,309	1,526	1,522	1,535	1,525	1,394	1,375
Contributed surplus	15	24	20	17	14	12	9	7	5	2
Innovative - Capital Trust Securities ¹	16	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,216	1,188
Less: goodwill and intangible assets in excess of 5% limit	17	(2,363)	(2,467)	(2,650)	(2,778)	(2,840)	(3,035)	(3,089)	(3,264)	(4,033)
Total Tier 1 capital	18	13,394	12,640	12,274	12,207	11,946	11,326	11,098	10,440	10,254
TIER 2										
Subordinated notes and debentures	19	5,659	5,644	5,671	5,730	5,696	5,887	5,143	4,261	4,318
Qualifying preferred shares ¹	20	-	-	-	-	-	-	10	392	102
Less: amortization of subordinated notes and debentures	21	(276)	(212)	(153)	(161)	(156)	(241)	(370)	(373)	(381)
General allowance for credit losses	22	882	878	872	895	963	947	997	1,034	1,060
Total Tier 2 capital	23	6,265	6,310	6,390	6,464	6,503	6,593	5,780	5,314	5,099
Investment in unconsolidated subsidiaries/ substantial investments	24	(1,894)	(1,855)	(1,742)	(1,664)	(1,274)	(919)	(900)	(944)	(915)
First loss protection	25	(52)	(189)	(192)	(208)	(139)	(145)	(152)	(182)	(154)
Total capital	26	\$ 17,713	\$ 16,906	\$ 16,730	\$ 16,799	\$ 17,036	\$ 16,855	\$ 15,826	\$ 14,628	\$ 14,284
Capital ratios										
Tier 1 capital	27	13.0 %	12.6 %	12.3 %	11.9 %	10.9 %	10.5 %	9.7 %	8.8 %	8.5 %
Total capital	28	17.2	16.9	16.8	16.4	15.5	15.6	13.9	12.4	11.8
Tangible common equity ratio ²	29	9.3	9.0	8.5	8.0	7.3	6.9	6.3	5.7	5.4

¹ In accordance with CICA Handbook s3860, the Bank is required to classify its existing preferred shares and innovative Tier 1 capital investments as liabilities on the balance sheet. For regulatory capital purposes, the existing capital instruments of the Bank have been grandfathered by the Superintendent of Financial Institutions Canada and continue to be included in Tier 1 and Tier 2 capital

² Tangible common equity ratio is common shareholders' equity plus contributed surplus less net intangibles and goodwill as a percentage of risk weighted assets