



**NATIONAL
BANK**

FINANCIAL GROUP

SUPPLEMENTARY FINANCIAL INFORMATION

FIRST QUARTER 2009 REPORT

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FINANCIAL HIGHLIGHTS

	2009	2008				2007				YTD		Full Year	
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2009	2008	2008	2007
Net income (\$000,000)	\$68.7	\$70.3	\$285.9	\$164.6	\$255.4	(\$175.2)	\$243.3	\$232.9	\$239.8	\$68.7	\$255.4	\$776.2	\$540.8
Earnings per share													
- basic	\$0.36	\$0.37	\$1.73	\$1.01	\$1.58	(\$1.14)	\$1.49	\$1.42	\$1.45	\$0.36	\$1.58	\$4.69	\$3.25
- diluted	\$0.36	\$0.37	\$1.73	\$1.00	\$1.58	(\$1.14)	\$1.48	\$1.40	\$1.43	\$0.36	\$1.58	\$4.67	\$3.22
Return on common shareholders' equity	4.6%	5.0%	23.7%	14.3%	22.9%	-16.0%	20.6%	20.3%	20.7%	4.6%	22.9%	16.4%	11.5%
Dividend per share	\$0.62	\$0.62	\$0.62	\$0.62	\$0.62	\$0.60	\$0.60	\$0.54	\$0.54	\$0.62	\$0.62	\$2.48	\$2.28

Excluding specified items

Net income (\$000,000)	\$252.8	\$228.0	\$252.8	\$228.8	\$237.2	\$217.3	\$243.3	\$232.9	\$239.8	\$252.8	\$237.2	\$946.8	\$933.3
Earnings per share													
- basic	\$1.51	\$1.36	\$1.52	\$1.42	\$1.47	\$1.34	\$1.49	\$1.42	\$1.45	\$1.51	\$1.47	\$5.77	\$5.71
- diluted	\$1.51	\$1.36	\$1.52	\$1.41	\$1.46	\$1.34	\$1.48	\$1.40	\$1.43	\$1.51	\$1.46	\$5.75	\$5.65
Return on common shareholders' equity	19.3%	17.1%	20.9%	20.2%	21.3%	18.4%	20.6%	20.3%	20.7%	19.3%	21.3%	19.7%	20.0%
Dividend per share	\$0.62	\$0.62	\$0.62	\$0.62	\$0.62	\$0.60	\$0.60	\$0.54	\$0.54	\$0.62	\$0.62	\$2.48	\$2.28

Net interest margin Personal & Commercial Banking	2.59%	2.62%	2.66%	2.70%	2.69%	2.72%	2.80%	2.82%	2.88%	2.59%	2.69%	2.67%	2.80%
Productivity ratio (teb) ⁽¹⁾	60.58%	61.15%	62.24%	61.74%	61.42%	65.31%	63.51%	63.42%	62.41%	60.58%	61.42%	61.64%	63.65%
Effective tax rate (teb)	25.63%	480.64%	33.66%	30.31%	36.52%	32.01%	31.99%	30.72%	32.86%	25.63%	36.52%	37.25%	31.80%
Average loans and BA's (\$000,000)	\$55,493	\$55,006	\$53,158	\$52,655	\$50,711	\$51,120	\$50,791	\$50,197	\$49,518	\$55,493	\$50,711	\$52,884	\$50,408
Average assets (\$000,000)	\$141,603	\$132,923	\$129,548	\$127,984	\$122,853	\$125,387	\$128,998	\$129,750	\$119,846	\$141,603	\$122,854	\$128,329	\$125,964
Total assets (\$000,000)	\$136,989	\$129,332	\$121,931	\$123,608	\$120,124	\$113,085	\$123,353	\$135,172	\$121,402	\$136,989	\$120,124	\$129,332	\$113,085
Average common shareholders' equity (\$000,000)	\$4,915	\$4,744	\$4,615	\$4,516	\$4,337	\$4,486	\$4,576	\$4,605	\$4,484	\$4,915	\$4,337	\$4,551	\$4,530
Number of common shares outstanding (000's)	159,679	159,447	159,115	158,364	158,141	157,806	157,858	159,418	161,367	159,679	158,141	159,447	157,806
Number of common shares (average) (000's)	159,758	159,382	158,890	158,373	158,001	157,790	159,209	160,588	161,681	159,758	158,001	158,663	159,811
Gross impaired loans (\$000,000)	322.1	306.4	274.5	251.6	248.6	249.2	232.4	236.2	239.5	322.1	248.6	306.4	249.2
Gross impaired loans/common equity-goodwill+reserves	7.27%	7.15%	6.46%	6.14%	6.22%	6.57%	5.66%	5.64%	5.77%	7.27%	6.22%	7.15%	6.57%
Impaired loans, net of specific and general allowances (\$000,000)	(153.3)	(162.2)	(189.3)	(174.4)	(168.5)	(178.9)	(198.1)	(197.5)	(196.0)	(153.3)	(168.5)	(162.2)	(178.9)
as a % of net loans and bankers' acceptances	-0.3%	-0.3%	-0.3%	-0.3%	-0.3%	-0.3%	-0.4%	-0.4%	-0.4%	-0.3%	-0.3%	-0.3%	-0.3%
Book value	\$30.52	\$29.70	\$29.44	\$28.76	\$28.13	\$26.85	\$28.70	\$28.92	\$28.34	\$30.52	\$28.13	\$29.70	\$26.85
Capital ratios - BIS Tier 1 ⁽²⁾	10.0%	9.4%	10.0%	9.2%	9.3%	9.0%	9.4%	9.3%	9.9%	10.0%	9.3%	9.4%	9.0%
Total	14.0%	13.2%	13.9%	13.3%	12.9%	12.4%	13.4%	13.3%	14.0%	14.0%	12.9%	13.2%	12.4%
Tangible shareholders' equity / Risk weighted assets	6.48%	6.43%	6.83%	6.56%	6.89%	6.77%	7.40%	7.15%	7.50%	6.48%	6.89%	6.43%	6.77%

⁽¹⁾ Excluding specified items and adjusted for gains or losses attributable to third parties using the Innocap platform.

⁽²⁾ Under Basel II for periods after 2007.

 **CONSOLIDATED STATEMENT OF INCOME**

	2009		2008				2007				YTD		Full Year	
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2009	2008	2008	2007	

(unaudited)(thousands)(taxable equivalent basis)

Net Interest Income	514,787	652,616	480,417	405,472	451,149	336,185	325,975	271,920	319,841	514,787	451,149	1,989,654	1,253,921
Other Income	392,942	174,477	618,489	536,756	525,493	118,255	724,912	790,803	733,735	392,942	525,493	1,855,215	2,367,705
Gross Revenues	907,729	827,093	1,098,906	942,228	976,642	454,440	1,050,887	1,062,723	1,053,576	907,729	976,642	3,844,869	3,621,626
Provision for credit losses	163,985	48,667	28,948	34,114	32,060	29,154	22,215	23,408	28,365	163,985	32,060	143,789	103,142
Non-Interest Expenses	644,832	770,307	658,231	634,554	631,906	636,691	672,707	659,389	656,953	644,832	631,906	2,694,998	2,625,740
<i>Income Before Income Taxes</i>	<i>98,912</i>	<i>8,119</i>	<i>411,727</i>	<i>273,560</i>	<i>312,676</i>	<i>(211,405)</i>	<i>355,965</i>	<i>379,926</i>	<i>368,258</i>	<i>98,912</i>	<i>312,676</i>	<i>1,006,082</i>	<i>892,744</i>
Income taxes	25,351	39,023	138,605	82,913	114,201	(67,673)	113,870	116,710	121,014	25,351	114,201	374,742	283,921
<i>Income Before Non-Controlling Interest</i>	<i>73,561</i>	<i>(30,904)</i>	<i>273,122</i>	<i>190,647</i>	<i>198,475</i>	<i>(143,732)</i>	<i>242,095</i>	<i>263,216</i>	<i>247,244</i>	<i>73,561</i>	<i>198,475</i>	<i>631,340</i>	<i>608,823</i>
Non-Controlling Interest	4,854	(101,179)	(12,728)	26,009	(56,945)	31,442	(1,240)	30,346	7,469	4,854	(56,945)	(144,843)	68,017
Net Income	\$ 68,707	\$ 70,275	\$ 285,850	\$ 164,638	\$ 255,420	\$ (175,174)	\$ 243,335	\$ 232,870	\$ 239,775	\$ 68,707	\$ 255,420	\$ 776,183	\$ 540,806
Effective Tax Rate	25.6%	480.6%	33.7%	30.3%	36.5%	32.0%	32.0%	30.7%	32.9%	25.6%	36.5%	37.2%	31.8%
Dividends on preferred shares	\$ 11,579	\$ 10,640	\$ 10,562	\$ 5,350	\$ 5,350	\$ 5,350	\$ 5,350	\$ 5,350	\$ 5,350	\$ 11,579	\$ 5,350	\$ 31,902	\$ 21,400
Dividends on common shares	\$ 99,083	\$ 98,882	\$ 98,649	\$ 98,220	\$ 97,969	\$ 94,702	\$ 95,799	\$ 85,409	\$ 87,511	\$ 99,083	\$ 97,969	\$ 393,720	\$ 363,421
Number of common shares (avg.) (in thousands)	159,758	159,382	158,890	158,373	158,001	157,790	159,209	160,588	161,681	159,758	158,001	158,663	159,811

(unaudited)(thousands)(taxable equivalent basis)

Excluding specified items

Net Interest Income	465,538	666,948	495,074	420,495	470,034	357,385	325,975	271,920	319,841	465,538	470,034	2,052,551	1,275,121
Other Income	584,564	269,198	527,700	609,405	493,397	693,254	724,912	790,803	733,735	584,564	493,397	1,899,700	2,942,704
Gross Revenues	1,050,102	936,146	1,022,774	1,029,900	963,431	1,050,639	1,050,887	1,062,723	1,053,576	1,050,102	963,431	3,952,251	4,217,825
Provision for credit losses	37,985	44,667	6,318	34,114	32,060	29,154	22,215	23,408	28,365	37,985	32,060	117,159	103,142
Non-Interest Expenses	642,418	646,350	654,446	627,112	629,949	666,365	672,707	659,389	656,953	642,418	629,949	2,557,857	2,655,414
<i>Income Before Income Taxes</i>	<i>369,699</i>	<i>245,129</i>	<i>362,010</i>	<i>368,674</i>	<i>301,422</i>	<i>355,120</i>	<i>355,965</i>	<i>379,926</i>	<i>368,258</i>	<i>369,699</i>	<i>301,422</i>	<i>1,277,235</i>	<i>1,459,269</i>
Income taxes	112,003	118,303	121,974	113,825	121,173	106,342	113,870	116,710	121,014	112,003	121,173	475,275	457,936
<i>Income Before Non-Controlling Interest</i>	<i>257,696</i>	<i>126,826</i>	<i>240,036</i>	<i>254,849</i>	<i>180,249</i>	<i>248,778</i>	<i>242,095</i>	<i>263,216</i>	<i>247,244</i>	<i>257,696</i>	<i>180,249</i>	<i>801,960</i>	<i>1,007,333</i>
Non-Controlling Interest	4,853	(101,179)	(12,728)	26,009	(56,945)	31,442	(1,240)	30,346	7,469	4,853	(56,945)	(144,843)	68,017
Net Income	\$ 252,843	\$ 228,005	\$ 252,764	\$ 228,840	\$ 237,194	\$ 217,336	\$ 243,335	\$ 232,870	\$ 239,775	\$ 252,843	\$ 237,194	\$ 946,803	\$ 933,316
Effective Tax Rate	30.3%	48.3%	33.7%	30.9%	40.2%	29.9%	32.0%	30.7%	32.9%	30.3%	40.2%	37.2%	31.4%
Dividends on preferred shares	\$ 11,579	\$ 10,640	\$ 10,562	\$ 5,350	\$ 5,350	\$ 5,350	\$ 5,350	\$ 5,350	\$ 5,350	\$ 11,579	\$ 5,350	\$ 31,902	\$ 21,400
Dividends on common shares	\$ 99,083	\$ 98,882	\$ 98,649	\$ 98,220	\$ 97,969	\$ 94,702	\$ 95,799	\$ 85,409	\$ 87,511	\$ 99,083	\$ 97,969	\$ 393,720	\$ 363,421
Number of common shares (avg.) (in thousands)	159,758	159,382	158,890	158,373	158,001	157,790	159,209	160,588	161,681	159,758	158,001	158,663	159,811

Tax equivalent adjustment

Net interest income	24,282	30,223	31,870	41,396	22,817	39,331	20,436	23,429	44,309	24,282	22,817	126,306	127,505
Other income	7,490	31,877	11,860	13,253	24,780	15,874	22,883	18,373	20,248	7,490	24,780	81,770	77,378
Income taxes	31,772	62,100	43,730	54,649	47,597	55,205	43,319	41,802	64,557	31,772	47,597	208,076	204,883

Net income by sector of activities

Excluding specified items

Personal and Commercial Banking	140,309	123,870	133,982	117,721	133,246	113,724	124,404	111,828	122,942	140,309	133,246	508,819	472,898
Wealth Management	31,149	44,814	30,901	37,689	39,337	39,594	40,022	45,311	45,823	31,149	39,337	152,741	170,750
Financial Markets	72,661	68,211	107,968	81,530	71,797	87,909	92,248	88,974	81,369	72,661	71,797	329,506	350,500
Other Segments	8,724	(8,890)	(20,087)	(8,100)	(7,186)	(23,891)	(13,339)	(13,243)	(10,359)	8,724	(7,186)	(44,263)	(60,832)

RESULTS OF OPERATIONS AS A PERCENTAGE OF AVERAGE ASSETS

	2009	2008				2007				YTD		Full Year	
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2009	2008	2008	2007

(Taxable equivalent basis)

in % of average assets

Excluding specified items

Total revenues	2.94	2.80	3.14	3.27	3.12	3.32	3.23	3.36	3.49	2.94	3.12	3.08	3.35
Provision for credit losses	0.11	0.13	0.02	0.11	0.10	0.09	0.07	0.07	0.09	0.11	0.10	0.09	0.08
Non-interest expenses	1.80	1.93	2.01	1.99	2.04	2.11	2.07	2.08	2.17	1.80	2.04	1.99	2.11
Income taxes	0.31	0.35	0.37	0.36	0.39	0.34	0.35	0.37	0.40	0.31	0.39	0.37	0.36
Non-controlling interest	0.01	(0.30)	(0.04)	0.08	(0.18)	0.10	(0.00)	0.10	0.02	0.01	(0.18)	(0.11)	0.05
Net income	0.71	0.69	0.78	0.73	0.77	0.68	0.75	0.74	0.79	0.71	0.77	0.74	0.75
Average assets (\$000,000)	\$141,603	\$132,923	\$129,548	\$127,984	\$122,853	\$125,387	\$128,998	\$129,750	\$119,846	\$141,603	\$122,854	\$128,329	\$125,964
Average earning assets (\$000,000)	\$119,508	\$114,710	\$113,195	\$113,471	\$106,737	\$109,191	\$112,515	\$117,042	\$107,181	\$119,508	\$106,737	\$112,020	\$111,436

in % of Average Risk-Weighted Assets

Excluding specified items

Total revenues	7.22%	6.56%	7.35%	7.85%	7.59%	8.29%	8.10%	8.64%	8.68%	7.22%	7.59%	7.32%	8.42%
Net income	1.74%	1.60%	1.82%	1.74%	1.87%	1.72%	1.87%	1.89%	1.97%	1.74%	1.87%	1.75%	1.86%
Average Risk-Weighted Assets (\$000,000)	\$57,691	\$56,813	\$55,350	\$53,371	\$50,468	\$50,253	\$51,490	\$50,438	\$48,183	\$57,691	\$50,468	54,004	\$50,088

Prime rate	3.65%	4.61%	4.75%	5.39%	6.07%	6.25%	6.06%	6.00%	6.00%	3.65%	6.07%	5.20%	6.08%
CDOR	1.83%	3.12%	3.15%	3.70%	4.52%	4.86%	4.44%	4.34%	4.34%	1.83%	4.52%	3.62%	4.51%
Spread	1.82%	1.49%	1.60%	1.69%	1.55%	1.39%	1.62%	1.66%	1.66%	1.82%	1.55%	1.58%	1.57%

NET INCOME BY SECTOR OF ACTIVITIES (EXCLUDING SPECIFIED ITEMS)

	2008					2007				YTD		Full Year
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2009	2008	2008

(in millions of dollars) (taxable equivalent basis)

Personal and Commercial Banking

Net interest income	358	354	352	344	344	345	348	332	344	358	344	1,394
Other income	213	218	217	196	211	205	205	191	196	213	211	842
Total Revenues	571	572	569	540	555	550	553	523	540	571	555	2,236
Operating expenses	321	344	323	321	314	342	332	319	312	321	314	1,302
Provision for credit losses	45	44	47	44	44	40	33	35	43	45	44	179
Earning before income taxes and non-controlling interest	205	184	199	175	197	168	188	169	185	205	197	755
Income taxes	65	60	65	57	64	54	64	57	62	65	64	246
Non-controlling interest	-	-	-	-	-	-	-	-	-	-	-	-
Net Income	140	124	134	118	133	114	124	112	123	140	133	509
Net interest margin	2.59%	2.62%	2.66%	2.70%	2.69%	2.72%	2.80%	2.82%	2.88%	2.59%	2.69%	2.67%
Expense ratio	56.2%	60.1%	56.8%	59.4%	56.6%	62.2%	60.0%	61.0%	57.8%	56.2%	56.6%	58.2%
Average loans and BA's	54,138	53,163	52,072	51,258	50,331	49,590	48,715	47,706	46,799	54,138	50,331	51,708
Average assets	54,817	53,771	52,684	51,832	50,925	50,288	49,396	48,356	47,441	54,817	50,925	52,306
Average deposits	33,594	32,656	32,180	31,223	31,045	30,485	30,094	29,477	29,558	33,594	31,045	31,779

Wealth Management

Net interest income	40	47	35	34	33	33	31	32	33	40	33	149
Other income	155	166	168	170	181	180	190	201	195	155	181	685
Total Revenues	195	213	203	204	214	213	221	233	228	195	214	834
Operating expenses	146	147	155	146	153	153	160	164	159	146	153	601
Provision for credit losses	-	-	-	-	-	-	-	-	-	-	-	-
Earning before income taxes and non-controlling interest	49	66	48	58	61	60	61	69	69	49	61	233
Income taxes	16	21	16	20	20	19	20	23	21	16	20	77
Non-controlling interest	1	-	1	-	2	1	1	1	2	1	2	3
Net Income	32	45	31	38	39	40	40	45	46	32	39	153
Expense ratio	74.9%	69.0%	76.4%	71.6%	71.5%	71.8%	72.4%	70.4%	69.7%	74.9%	71.5%	72.1%
Average loans and BA's	97	123	119	98	120	119	124	144	132	97	120	115
Average assets	614	668	704	707	694	676	650	677	644	614	694	693
Average deposits	10,674	10,053	9,217	8,655	8,116	7,733	7,378	7,484	7,618	10,674	8,116	9,012

Financial Markets

Net interest income	118	315	160	84	150	32	(4)	(46)	(9)	118	150	709
Other income	141	(181)	114	197	66	300	306	371	297	141	66	196
Total Revenues	259	134	274	281	216	332	302	325	288	259	216	905
Operating expenses	167	152	157	157	169	184	176	167	165	167	169	635
Provision for credit losses	4	4	-	(2)	-	-	-	-	-	4	-	2
Earning before income taxes and non-controlling interest	88	(22)	117	126	47	148	126	158	123	88	47	268
Income taxes	25	29	36	31	39	34	39	45	41	25	39	135
Non-controlling interest	(10)	(119)	(27)	14	(64)	26	(6)	24	1	(10)	(64)	(196)
Net Income	73	68	108	81	72	88	93	89	81	73	72	329
Expense ratio ⁽¹⁾	62.0%	59.7%	51.9%	58.8%	60.8%	61.0%	56.7%	55.3%	57.5%	62.0%	60.8%	57.6%
Average loans and BA's (Corporate banking only)	5,915	6,514	6,389	6,212	5,915	5,844	5,618	5,446	5,336	5,915	5,915	6,259
Average assets	98,881	89,456	87,369	87,758	84,256	88,068	90,929	92,746	83,802	98,881	84,256	87,207
Average deposits	36,001	31,696	33,092	33,357	33,199	34,860	35,729	34,220	32,973	36,001	33,199	32,833

⁽¹⁾ Adjusted for gains or losses attributable to third parties using the Innocap platform.

NET INCOME BY SECTOR OF ACTIVITIES (EXCLUDING SPECIFIED ITEMS)

2009	2008				2007				YTD		Full Year
Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2009	2008	2008

(in millions of dollars)

Other Segments

Net interest income	(74)	(79)	(83)	(83)	(80)	(92)	(69)	(70)	(92)	(74)	(80)	(325)
Other income	68	34	17	33	11	(8)	1	10	25	68	11	95
Total Revenues	(6)	(45)	(66)	(50)	(69)	(100)	(68)	(60)	(67)	(6)	(69)	(230)
Operating expenses	9	3	20	3	(6)	(12)	5	10	20	9	(6)	20
Provision for credit losses	(11)	(3)	(41)	(8)	(12)	(11)	(11)	(12)	(14)	(11)	(12)	(64)
Earning before income taxes and non-controlling interest	(4)	(45)	(45)	(45)	(51)	(77)	(62)	(58)	(73)	(4)	(51)	(186)
Income taxes	(26)	(54)	(38)	(49)	(49)	(56)	(52)	(50)	(68)	(26)	(49)	(190)
Non-controlling interest	14	18	13	12	5	4	4	5	5	14	5	48
Net Income (net loss)	8	(9)	(20)	(8)	(7)	(25)	(14)	(13)	(10)	8	(7)	(44)
Average loans and BA's	(13,285)	(11,670)	(11,808)	(12,721)	(13,786)	(13,687)	(12,486)	(12,473)	(12,432)	(13,285)	(13,786)	(12,495)
Average assets	(12,709)	(10,972)	(11,209)	(12,313)	(13,022)	(13,645)	(11,977)	(12,029)	(12,041)	(12,709)	(13,022)	(11,877)
Average deposits	(131)	(137)	(360)	(202)	(603)	(110)	(507)	(428)	(416)	(131)	(603)	(326)

Total

Net interest income	442	637	464	379	447	318	306	248	276	442	447	1,927
Other income	577	237	516	596	469	677	702	773	713	577	469	1,818
Total Revenues	1,019	874	980	975	916	995	1,008	1,021	989	1,019	916	3,745
Operating expenses	643	646	655	627	630	667	673	660	656	643	630	2,558
Provision for credit losses	38	45	6	34	32	29	22	23	29	38	32	117
Earning before income taxes and non-controlling interest	338	183	319	314	254	299	313	338	304	338	254	1,070
Income taxes	80	56	79	59	74	51	71	75	56	80	74	268
Non-controlling interest	5	(101)	(13)	26	(57)	31	(1)	30	8	5	(57)	(145)
Net Income	253	228	253	229	237	217	243	233	240	253	237	947
Expense ratio (teb) ⁽¹⁾	60.6%	61.2%	62.2%	61.7%	61.4%	65.3%	63.5%	63.4%	62.4%	60.6%	61.4%	61.6%
Average loans and BA's	55,493	55,006	53,158	52,655	50,711	51,120	50,791	50,197	49,518	55,493	50,711	52,884
Average assets	141,603	132,923	129,548	127,984	122,853	125,387	128,998	129,750	119,846	141,603	122,854	128,329
Average deposits	80,138	74,268	74,129	73,033	71,757	72,967	72,695	70,753	69,732	80,138	71,757	73,298

⁽¹⁾ Adjusted for gains or losses attributable to third parties using the Innocap platform.

NET INCOME BY SECTOR OF ACTIVITIES

Specified Items	Q1 2009			Q4 2008				Q3 2008			Q2 2008		Q1 2008		
	Adjustment to ABCP	Credit facilities to clients holding ABCP	Total	Adjustment to ABCP	Write-off - capitalized projects	Restructuring charge	Total	Adjustment to ABCP	Montreal Stock Exchange Gain	Total	Adjustment to ABCP	Adjustment to ABCP	Nassau gain	Total	
	Other	Other		Other	Other	Other		Other	Financial Markets		Other	Other	Other		
(in millions of dollars)															
Net interest income	49	-	49	(14)	-	-	(14)	(15)	-	(15)	(15)			(19)	
Other income	(192)	-	(192)	(95)	-	-	(95)	3	88	91	(73)			-	32
Total Revenues	(143)	-	(143)	(109)	-	-	(109)	(12)	88	76	(88)			(19)	32
Operating expenses	2	-	2	4	54	66	124	2	2	4	7			2	-
Provision for credit losses	-	126	126	4	-	-	4	23	-	23	-			-	-
Earning before income taxes and non-controlling interest	(145)	(126)	(271)	(117)	(54)	(66)	(237)	(37)	86	49	(95)			(21)	32
Income taxes	(47)	(40)	(87)	(39)	(18)	(22)	(79)	(13)	29	16	(31)			(7)	-
Non-controlling interest	-	-	-	-	-	-	-	-	-	-	-			-	-
Net income	(98)	(86)	(184)	(78)	(36)	(44)	(158)	(24)	57	33	(64)			(14)	32

Notes:	YTD 2009			YTD 2008						YTD 2007				
	Adjustment to ABCP	Credit facilities to clients holding ABCP	Total	Adjustment to ABCP	Write-off - capitalized projects	Restructuring charge	Nassau gain	Montreal Stock Exchange Gain	Total	Adjustment to ABCP			Altamira	Total
	Other	Other		Other	Other	Other	Other	Financial		Financial Markets	Other	Sub-total	Wealth Management	
(in millions of dollars)														
Net interest income	49	-	49	(63)	-	-	-	-	(63)	(2)	(19)	(21)	-	(21)
Other income	(192)	-	(192)	(165)	-	-	32	88	(45)	(42)	(533)	(575)	-	(575)
Total Revenues	(143)	-	(143)	(228)	-	-	32	88	(108)	(44)	(552)	(596)	-	(596)
Operating expenses	2	-	2	15	54	66	-	2	137	(19)	(24)	(43)	13	(30)
Provision for credit losses	-	126	126	27	-	-	-	-	27	-	-	-	-	-
Earning before income taxes and non-controlling interest	(145)	(126)	(271)	(270)	(54)	(66)	32	86	(272)	(25)	(528)	(553)	(13)	(566)
Income taxes	(47)	(40)	(87)	(90)	(18)	(22)	-	29	(101)	(8)	(164)	(172)	(2)	(174)
Non-controlling interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income	(98)	(86)	(184)	(180)	(36)	(44)	32	57	(171)	(17)	(364)	(381)	(11)	(392)

	2009		2008				2007				YTD		Full Year
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2009	2008	2008	
(in millions of dollars)													
Total													
Net interest income	491	623	449	364	428	297	306	248	276	491	428	1,864	
Other income	385	142	607	523	501	102	702	773	713	385	501	1,773	
Total Revenues	876	765	1,056	887	929	399	1,008	1,021	989	876	929	3,637	
Operating expenses	645	770	659	634	632	637	673	660	656	645	632	2,695	
Provision for credit losses	164	49	29	34	32	29	22	23	29	164	32	144	
Earning before income taxes and non-controlling interest	67	(54)	368	219	265	(267)	313	338	304	67	265	798	
Income taxes	(7)	(23)	95	28	67	(123)	71	75	56	(7)	67	167	
Non-controlling interest	5	(101)	(13)	26	(57)	31	(1)	30	8	5	(57)	(145)	
Net Income	69	70	286	165	255	(175)	243	233	240	69	255	776	
Expense ratio (teb) ⁽¹⁾	60.6%	61.2%	62.2%	61.7%	61.4%	65.3%	63.5%	63.4%	62.4%	60.6%	61.4%	61.6%	
Average loans and BA's	55,493	55,006	53,158	52,655	50,711	51,120	50,791	50,197	49,518	55,493	50,711	52,884	
Average assets	141,603	132,923	129,548	127,984	122,853	125,387	128,998	129,750	119,846	141,603	122,854	128,329	
Average deposits	80,138	74,268	74,129	73,033	71,757	72,967	72,695	70,753	69,732	80,138	71,757	73,298	

⁽¹⁾ Adjusted for gains or losses attributable to third parties using the Innocap platform.

REVENUES (EXCLUDING SPECIFIED ITEMS)

	2009		2008			2007				YTD		Full Year	
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2009	2008	2008	2007

(unaudited) (thousands) (taxable equivalent basis)

Net Interest Income

Interest Income													
Loans	\$ 635,568	\$ 737,782	\$ 721,908	\$ 752,832	\$ 762,164	\$ 767,867	\$ 784,531	\$ 749,725	\$ 728,707	\$635,568	\$762,164	\$ 2,974,686	\$ 3,030,830
Securities	273,484	256,712	281,257	247,455	292,430	285,967	326,970	407,588	335,362	273,484	292,430	1,077,854	1,355,887
Deposits with regulated financial institutions	1,623	8,775	34,231	70,602	93,295	101,867	103,601	87,335	130,126	1,623	93,295	206,903	422,929
Total Interest Income	910,675	1,003,269	1,037,396	1,070,889	1,147,889	1,155,701	1,215,102	1,244,648	1,194,195	910,675	1,147,889	4,259,443	4,809,646
Interest Expense													
Deposits	314,080	171,990	388,562	531,330	518,122	654,774	662,076	636,100	658,821	314,080	518,122	1,610,004	2,611,771
Bank debentures	23,422	30,019	28,187	19,724	20,363	24,875	25,401	24,547	25,011	23,422	20,363	98,293	99,834
Other	131,917	164,535	157,444	140,735	162,187	157,998	222,086	335,510	234,831	131,917	162,187	624,901	950,425
Total Interest Expense	469,419	366,544	574,193	691,789	700,672	837,647	909,563	996,157	918,663	469,419	700,672	2,333,198	3,662,030
Tax equivalent adjustment	24,282	30,223	31,871	41,395	22,817	39,331	20,436	23,429	44,309	24,282	22,817	126,306	127,505
Net Interest Income	465,538	666,948	495,074	420,495	470,034	357,385	325,975	271,920	319,841	465,538	470,034	2,052,551	1,275,121

Other Income

Deposits and payment service charges	\$ 57,518	\$ 58,388	\$ 57,214	\$ 56,584	\$ 55,939	\$ 54,207	\$ 54,480	\$ 52,177	\$ 52,582	\$ 57,518	\$ 55,939	\$ 228,125	\$ 213,446
Commissions on loans and bankers' acceptances	47,997	48,933	46,835	42,401	44,858	46,962	50,119	46,325	46,531	47,997	44,858	183,027	189,937
Insurance revenues	30,383	31,082	31,000	22,111	34,477	30,094	26,913	27,720	29,771	30,383	34,477	118,670	114,498
Securities brokerage commissions	53,238	60,247	60,633	60,710	58,886	59,972	66,580	71,356	68,864	53,238	58,886	240,476	266,772
Underwriting and advisory fees	81,792	49,633	73,620	93,620	95,123	75,589	98,854	107,988	98,214	81,792	95,123	311,996	380,645
Foreign exchange revenues	29,743	34,152	29,908	27,977	29,407	27,972	25,621	20,145	29,108	29,743	29,407	121,444	102,846
Card service revenues	7,702	8,109	10,163	13,544	9,743	3,025	11,494	9,839	9,521	7,702	9,743	41,559	33,879
Trust services	47,690	52,453	51,383	52,539	40,491	48,439	52,565	52,689	48,241	47,690	40,491	196,866	201,934
Mutual funds	27,769	33,281	37,682	36,557	38,102	39,302	40,611	37,644	37,136	27,769	38,102	145,622	154,693
Securitization	97,567	61,803	59,469	58,263	46,030	44,463	39,001	47,857	47,911	97,567	46,030	225,565	179,232
Profit & Loss on trading	25,370	(252,531)	(22,933)	72,420	(42,985)	155,639	119,357	202,106	151,428	25,370	(42,985)	(246,029)	628,530
Profit & Loss other than trading	13,162	(58,626)	9,947	5,471	30,467	32,743	43,100	21,085	28,798	13,162	30,467	(12,741)	125,726
Other	64,633	142,274	82,779	67,208	52,859	74,847	96,217	93,872	85,630	64,633	52,859	345,120	350,566
Total	\$ 584,564	\$ 269,198	\$ 527,700	\$ 609,405	\$ 493,397	\$ 693,254	\$ 724,912	\$ 790,803	\$ 733,735	\$ 584,564	\$ 493,397	\$ 1,899,700	\$ 2,942,704
As a % of total revenues	55.7%	28.8%	51.6%	59.2%	51.2%	66.0%	69.0%	74.4%	69.6%	55.7%	51.2%	48.1%	69.8%

(unaudited) (thousands)

Trading revenues

Net Interest Income	\$ 120,946	\$ 219,725	\$ 97,691	\$ 13,806	\$ 115,969	\$ (4,121)	\$ (37,758)	\$ (63,833)	\$ (38,940)	\$ 120,946	\$ 115,969	\$ 447,191	\$ (144,652)
Other Income	25,370	(252,531)	(22,933)	72,420	(42,985)	155,639	119,357	202,106	151,428	25,370	(42,985)	(246,029)	628,530
Non-controlling interest - Innocap	10,285	120,806	28,658	(14,178)	62,151	(30,317)	8,271	(23,084)	(1,006)	10,285	62,151	197,437	(46,136)
Total	\$ 156,601	\$ 88,000	\$ 103,416	\$ 72,048	\$ 135,135	\$ 121,201	\$ 89,870	\$ 115,189	\$ 111,482	\$ 156,601	\$ 135,135	\$ 398,599	\$ 437,742

Trading revenues by product

Financial Markets													
Equity	44,038	43,324	45,398	71,617	(13,192)	84,946	76,656	95,679	85,789	44,038	(13,192)	147,147	343,070
Fixed income	57,836	(17,665)	28,141	(13,968)	95,013	51,356	13,202	18,296	5,435	57,836	95,013	91,521	88,289
Commodity and foreign exchange	32,052	39,018	20,393	11,301	42,777	(20,697)	(2,489)	(1,048)	16,879	32,052	42,777	113,489	(7,355)
Trading revenues - Financial Markets	133,926	64,677	93,932	68,950	124,598	115,605	87,369	112,927	108,103	133,926	124,598	352,157	424,004
Other	22,675	23,323	9,484	3,098	10,537	5,596	2,501	2,262	3,379	22,675	10,537	46,442	13,738
Total Trading revenues	156,601	88,000	103,416	72,048	135,135	121,201	89,870	115,189	111,482	156,601	135,135	398,599	437,742

NON-INTEREST EXPENSES (EXCLUDING SPECIFIED ITEMS)

2009	2008				2007				YTD		Full Year	
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2009	2008	2008

(unaudited) (thousands)

Non-Interest Expenses

Salaries and Staff benefits													
Salaries	\$ 194,682	\$ 189,678	\$ 197,179	\$ 188,241	\$ 192,433	\$ 226,941	\$ 193,302	\$ 184,534	\$ 188,763	\$ 194,682	\$ 192,433	\$ 767,531	\$ 793,540
Variable compensation	131,721	111,903	120,776	121,392	129,556	102,073	143,087	139,893	139,653	131,721	129,556	483,627	524,706
Pension plan and other staff benefits	51,318	46,935	52,031	49,748	52,276	52,713	56,179	55,188	61,102	51,318	52,276	200,990	225,182
Total Compensation	377,721	348,516	369,986	359,381	374,265	381,727	392,568	379,615	389,518	377,721	374,265	1,452,148	1,543,428
Occupancy and Technology													
Rent	23,099	22,785	24,788	23,901	21,311	19,110	21,602	22,546	20,111	23,099	21,311	92,785	83,369
Taxes & insurance	4,318	4,018	4,176	4,378	3,624	3,845	3,641	4,137	3,998	4,318	3,624	16,196	15,621
Maintenance, lighting, heating	7,133	7,554	6,815	7,692	6,870	7,575	7,218	7,227	6,587	7,133	6,870	28,931	28,607
Technology	81,198	89,328	90,271	87,355	87,490	97,016	93,130	95,593	92,095	81,198	87,490	354,444	377,834
Depreciation	23,293	20,329	18,996	19,910	19,846	22,772	18,949	18,461	17,849	23,293	19,846	79,081	78,031
Total Occupancy and Technology	139,041	144,014	145,046	143,236	139,141	150,318	144,540	147,964	140,640	139,041	139,141	571,437	583,462
Other Expenses													
Professional fees	38,962	55,446	61,278	44,911	42,611	50,173	46,769	43,147	37,884	38,962	42,611	204,246	177,973
Taxes on capital & salaries	15,113	15,710	12,799	13,556	11,885	2,066	16,651	15,546	16,078	15,113	11,885	53,950	50,341
Travel & business development	15,440	26,167	18,701	21,860	17,367	27,899	20,590	27,214	21,878	15,440	17,367	84,095	97,581
Other	56,141	56,497	46,636	44,168	44,680	54,182	51,589	45,903	50,955	56,141	44,680	191,981	202,629
Total Other Expenses	125,656	153,820	139,414	124,495	116,543	134,320	135,599	131,810	126,795	125,656	116,543	534,272	528,524
TOTAL NON-INTEREST EXPENSES	\$ 642,418	\$ 646,350	\$ 654,446	\$ 627,112	\$ 629,949	\$ 666,365	\$ 672,707	\$ 659,389	\$ 656,953	\$ 642,418	\$ 629,949	\$ 2,557,857	\$ 2,655,414

 **PROVISION FOR CREDIT LOSSES**

	2009	2008				2007				YTD		Full Year	
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2009	2008	2008	2007
<i>(millions of dollars)</i>													
Retail	12	14	10	10	11	10	9	11	11	12	11	45	41
Credit card	23	20	18	20	17	16	16	17	17	23	17	75	66
Commercial	10	10	18	15	16	13	8	7	15	10	16	59	43
Corporate	4	4	-	(2)	-	-	-	-	-	4	-	2	-
Real estate	-	-	-	-	-	1	-	-	-	-	-	-	1
Other	3	10	(29)	-	-	-	-	-	(3)	3	-	(19)	(3)
Credit card securitization	(14)	(13)	(11)	(9)	(12)	(11)	(11)	(12)	(11)	(14)	(12)	(45)	(45)
Sub-total	38	45	6	34	32	29	22	23	29	38	32	117	103
ABCP credit loss	126	4	23	-	-	-	-	-	-	126	-	27	-
Total	164	49	29	34	32	29	22	23	29	164	32	144	103

CONDENSED CONSOLIDATED BALANCE SHEET

	2009		2008			2007				End Of Year	
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2008	2007
<i>(unaudited)(millions of dollars)</i>											
Assets											
Cash and deposits with financial institutions	\$ 1,854	\$ 3,660	\$ 3,090	\$ 3,872	\$ 4,377	\$ 3,328	\$ 9,462	\$ 9,670	\$ 10,816	\$ 3,660	\$ 3,328
Securities	53,690	46,185	46,714	45,382	43,030	39,270	43,805	47,971	43,564	46,185	39,270
Securities purchased under reverse repurchase agreements	8,774	7,868	7,148	9,105	8,855	5,966	8,296	13,146	9,812	7,868	5,966
Loans											
Residential mortgages	14,702	15,362	15,500	15,096	15,042	15,893	15,999	15,140	14,945	15,362	15,893
Personal and credit cards	16,343	15,680	14,730	14,068	13,773	13,104	12,727	12,062	11,565	15,680	13,104
Business and government	20,734	20,699	19,906	20,098	18,747	18,963	19,071	21,797	17,991	20,699	18,963
Total Loans	51,779	51,741	50,136	49,262	47,562	47,960	47,797	48,999	44,501	51,741	47,960
Customers' liability under bankers' acceptances	4,444	4,274	4,760	4,770	4,533	4,085	3,954	4,001	4,162	4,274	4,085
Other assets	16,448	15,604	10,083	11,217	11,767	12,476	10,039	11,385	8,547	15,604	12,476
Total Assets	\$136,989	\$129,332	\$121,931	\$123,608	\$120,124	\$113,085	\$123,353	\$135,172	\$ 121,402	\$ 129,332	\$ 113,085
Liabilities											
Deposits											
Personal	\$ 34,676	\$ 33,098	\$ 32,777	\$ 31,760	\$ 31,522	\$ 30,215	\$ 29,666	\$ 29,751	\$ 29,628	\$ 33,098	\$ 30,215
Business and government	35,614	37,097	29,189	32,947	35,510	34,022	33,408	34,653	30,838	37,097	34,022
Deposit-taking institutions	9,285	5,827	6,702	5,663	6,090	6,561	8,206	11,238	10,699	5,827	6,561
Total Deposits	79,575	76,022	68,668	70,370	73,122	70,798	71,280	75,642	71,165	76,022	70,798
Others											
Acceptances	4,444	4,274	4,760	4,770	4,533	4,085	3,954	4,001	4,162	4,274	4,085
Other liabilities	44,657	41,272	40,863	41,659	35,964	31,960	41,307	48,582	39,160	41,272	31,960
Subordinated debentures	2,348	2,255	2,182	1,683	1,656	1,605	1,882	1,935	1,942	2,255	1,605
Total Others	51,449	47,801	47,805	48,112	42,153	37,650	47,143	54,518	45,264	47,801	37,650
Shareholders' equity											
Preferred shares	1,089	774	774	573	400	400	400	400	400	774	400
Common shares	1,662	1,656	1,633	1,599	1,590	1,575	1,567	1,576	1,583	1,656	1,575
Contributed surplus	37	31	36	34	33	32	33	29	24	31	32
Retained earnings	3,080	3,110	3,168	2,998	2,941	2,793	3,070	3,021	3,003	3,110	2,793
Accumulated other comprehensive income (loss)	97	(62)	(153)	(78)	(115)	(163)	(140)	(14)	(37)	(62)	(163)
Total Shareholders' equity	5,965	5,509	5,458	5,126	4,849	4,637	4,930	5,012	4,973	5,509	4,637
Total Liabilities & Shareholders' Equity	\$136,989	\$129,332	\$121,931	\$123,608	\$120,124	\$113,085	\$123,353	\$135,172	\$ 121,402	\$ 129,332	\$ 113,085
Mortgage securitization	\$ 7,809	\$ 7,293	\$ 7,156	\$ 7,526	\$ 7,534	\$ 6,624	\$ 6,076	\$ 6,286	\$ 6,262	\$ 7,293	\$ 6,624
Mortgage loans sold to third parties	\$ 410	\$ 386	\$ 419	\$ 382	\$ 414	\$ 450	\$ 487	\$ 533	\$ 573	\$ 386	\$ 450
Credit card securitization	\$ 1,200	\$ 1,200	\$ 1,200	\$ 1,223	\$ 800	\$ 1,200	\$ 1,200	\$ 1,200	\$ 1,200	\$ 1,200	\$ 1,200
Direct loans securitization	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 42	\$ 78	\$ -	\$ -
Mutual funds	\$ 9,810	\$ 10,750	\$ 12,721	\$ 13,034	\$ 12,381	\$ 12,955	\$ 13,532	\$ 13,391	\$ 12,781	\$ 10,750	\$ 12,955
Securities - excess of market value over book	\$ (49)	\$ (154)	\$ (6)	\$ 132	\$ 121	\$ 148	\$ 206	\$ 230	\$ 162	\$ (154)	\$ 148
Equity Securities - excess of market value over book	\$ (145)	\$ (110)	\$ (3)	\$ 120	\$ 122	\$ 161	\$ 252	\$ 234	\$ 174	\$ (110)	\$ 161
Number of shares outstanding (000's)	159,679	159,447	159,115	158,364	158,141	157,806	157,858	159,418	161,367	159,447	157,806
Domestic Gap < 1 year	1,237	(464)	573	(699)	(618)	(984)	(1,477)	(927)	(1,239)	(464)	(984)
> 1 year	(1,391)	378	(594)	673	711	988	1,484	924	1,234	378	988

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

	2009		2008			2007				YTD		Full Year	
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2009	2008	2008	2007
<i>(unaudited)(millions of dollars)</i>													
Opening balance	5,509	5,458	5,126	4,849	4,637	4,930	5,012	4,973	4,788	5,509	4,637	4,637	4,788
Net income	69	70	286	165	255	(175)	243	233	240	69	255	776	541
Issuance of common shares	6	23	34	9	15	10	9	16	23	6	15	81	58
Issuance of preferred shares	315	-	201	173	-	-	-	-	-	315	-	374	-
Repurchase of common shares													
Repurchase of common shares for cancellation	-	-	-	-	-	(2)	(18)	(22)	(7)	-	-	-	(49)
Premium paid on common shares purchased for cancellation	-	-	-	-	-	(13)	(93)	(121)	(39)	-	-	-	(266)
Dividends													
Common shares	(99)	(99)	(99)	(98)	(98)	(95)	(96)	(85)	(88)	(99)	(98)	(394)	(364)
Preferred shares	(12)	(11)	(10)	(6)	(5)	(5)	(5)	(6)	(5)	(12)	(5)	(32)	(21)
Impact of initial adoption on retained earnings of new accounting standards on financial instruments	-	-	-	-	-	1	-	(1)	2	-	-	-	2
Stock options expense	2	3	3	3	2	2	3	6	5	2	2	11	16
Stock options exercised	-	(8)	(3)	-	(1)	(2)	-	-	(3)	-	(1)	(12)	(5)
Impact of shares acquired / sold for trading purposes	-	-	-	-	-	-	-	(1)	1	-	-	-	-
Other adjustments, net of income taxes	12	(18)	(5)	(6)	(4)	9	1	(3)	1	12	(4)	(33)	8
Other adjustment, contributed surplus	4	-	-	-	-	-	-	-	-	4	-	-	-
Reclassification of unrealized foreign CTA to AOCI	-	-	-	-	-	-	-	-	92	-	-	-	92
Impact of initial adoption of financial instruments standards	-	-	-	-	-	1	-	(1)	(71)	-	-	-	(71)
Other comprehensive income (loss), net of income taxes	159	91	(75)	37	48	(24)	(126)	24	34	159	48	101	(92)
Closing balance	5,965	5,509	5,458	5,126	4,849	4,637	4,930	5,012	4,973	5,965	4,849	5,509	4,637
Shareholders' equity													
Preferred shares	1,089	774	774	573	400	400	400	400	400	1,089	400	774	400
Common shares	1,662	1,656	1,633	1,599	1,590	1,575	1,567	1,576	1,583	1,662	1,590	1,656	1,575
Contributed surplus	37	31	36	34	33	32	33	29	24	37	33	31	32
Unrealized foreign currency translation adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
Retained earnings	3,080	3,110	3,168	2,998	2,941	2,793	3,070	3,021	3,003	3,080	2,941	3,110	2,793
Accumulated other comprehensive income (loss)	97	(62)	(153)	(78)	(115)	(163)	(140)	(14)	(37)	97	(115)	(62)	(163)
Closing balance	5,965	5,509	5,458	5,126	4,849	4,637	4,930	5,012	4,973	5,965	4,849	5,509	4,637

 **CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	2009		2008			2007				YTD		Full Year	
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2009	2008	2008	2007
<i>(unaudited)(millions of dollars)</i>													
Net income	69	70	286	165	255	(175)	243	233	240	69	255	776	541
Other comprehensive income (loss), net of income taxes													
Net unrealized gains (losses) on translating financial statements of self-sustaining foreign operations	39	367	34	11	101	(195)	(80)	(103)	79	39	101	513	(299)
Impact of hedging net foreign currency translation gains or losses	(30)	(294)	(31)	-	(79)	159	40	59	(47)	(30)	(79)	(404)	211
Net change in unrealized foreign currency translation gains and losses, net of hedging activities	9	73	3	11	22	(36)	(40)	(44)	32	9	22	109	(88)
Net unrealized gains (losses) on available for sale financial assets	8	(136)	(25)	22	(17)	(18)	(20)	67	22	8	(17)	(156)	51
Reclassification to net income of (gains) losses on available for sale financial assets	1	34	(63)	(7)	(15)	10	(25)	4	-	1	(15)	(51)	(11)
Net change in unrealized gains and losses on available for sale financial assets	9	(102)	(88)	15	(32)	(8)	(45)	71	22	9	(32)	(207)	40
Net gains (losses) on derivatives designated as cash flow hedges	147	126	15	11	54	15	(43)	(6)	(20)	147	54	206	(54)
Reclassification to net income of (gains) losses on derivatives designated as cash flow hedges	(6)	(6)	(5)	-	4	5	2	2	1	(6)	4	(7)	10
Net change in gains and losses on derivatives designated as cash flow hedges	141	120	10	11	58	20	(41)	(4)	(19)	141	58	199	(44)
Total other comprehensive income (loss), net of income taxes	159	91	(75)	37	48	(24)	(126)	23	35	159	48	101	(92)
COMPREHENSIVE INCOME	228	161	211	202	303	(199)	117	256	275	228	303	877	449

ASSETS UNDER ADMINISTRATION / MANAGEMENT

	National Bank Trust Inc.	National Bank Financial & Cie.	National Bank Securities Inc.	Natcan Investment Management Inc.	National Bank Direct Brokerage	Bank excluding subsidiaries	Total	
							2009	2008

(millions of dollars)

as at January 31, 2009

Assets under administration								
Institutional	26,439	9,882	-	-	-	-	36,321	49,384
Personal	-	79,220	-	-	9,742	-	88,962	107,854
Mutual funds	17,906	-	9,810	-	-	-	27,716	34,594
Mortgage loans sold to third parties	-	-	-	-	-	7,823	7,823	7,534
Total assets under administration	44,345	89,102	9,810	-	9,742	7,823	160,822	199,366
Assets under management								
Personal	4,984	-	-	-	-	-	4,984	6,287
Managed portfolios	-	3,017	-	7,890	-	-	10,907	16,291
Mutual funds	-	-	-	12,369	-	-	12,369	15,337
Total assets under management	4,984	3,017	-	20,259	-	-	28,260	37,915
Total assets under administration / management	49,329	92,119	9,810	20,259	9,742	7,823	189,082	237,281

Total	
2008	2007

as at January 31, 2008

Assets under administration								
Institutional	36,788	12,596	-	-	-	-	49,384	56,237
Personal	-	97,912	-	-	9,942	-	107,854	101,753
Mutual funds	22,213	-	12,381	-	-	-	34,594	37,982
Mortgage loans sold to third parties	-	-	-	-	-	7,534	7,534	6,262
Total assets under administration	59,001	110,508	12,381	-	9,942	7,534	199,366	202,234
Assets under management								
Personal	6,287	-	-	-	-	-	6,287	6,225
Managed portfolios	-	3,591	-	12,700	-	-	16,291	18,885
Mutual funds	-	-	-	15,337	-	-	15,337	16,567
Total assets under management	6,287	3,591	-	28,037	-	-	37,915	41,677
Total assets under administration / management	65,288	114,099	12,381	28,037	9,942	7,534	237,281	243,911

IMPAIRED LOANS

2009	2008				2007			
Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1

(\$ millions)

Gross Impaired Loans

Retail	71.4	65.9	61.2	62.3	58.3	53.6	49.3	56.3	50.3
Commercial	181.4	184.1	195.2	170.5	146.3	136.1	126.6	123.0	130.7
Corporate	57.1	44.0	5.7	5.4	30.6	53.6	54.4	54.7	56.2
Real estate	9.3	9.6	10.0	11.0	11.1	3.7	-	-	-
Treasury	2.9	2.8	2.4	2.4	2.3	2.2	2.1	2.2	2.3
Other	-	-	-	-	-	-	-	-	-
Total Gross Impaired Loans	322.1	306.4	274.5	251.6	248.6	249.2	232.4	236.2	239.5
As a % of loans and acceptances	0.6%	0.5%	0.5%	0.5%	0.5%	0.5%	0.4%	0.4%	0.5%

Net Impaired Loans

Retail	49.5	46.6	44.7	46.3	44.4	39.2	34.6	35.4	30.5
Commercial	75.4	79.8	86.4	76.4	62.2	65.5	53.3	54.3	58.6
Corporate	42.5	32.0	-	-	21.9	19.4	20.0	18.7	20.7
Real estate	7.1	7.3	7.9	8.6	8.8	2.9	-	-	-
Treasury	2.8	2.7	2.3	2.3	2.2	2.1	2.0	2.1	2.2
General allowance	(330.6)	(330.6)	(330.6)	(308.0)	(308.0)	(308.0)	(308.0)	(308.0)	(308.0)
Total Impaired Loans, net of specific and general allowances	(153.3)	(162.2)	(189.3)	(174.4)	(168.5)	(178.9)	(198.1)	(197.5)	(196.0)
As a % of loans and acceptances	-0.3%	-0.3%	-0.3%	-0.3%	-0.3%	-0.3%	-0.4%	-0.4%	-0.4%

FORMATION OF GROSS IMPAIRED LOANS & ALLOWANCE FOR CREDIT LOSSES

2009	2008					2007				YTD		Full Year	
Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2009	2008	2008	2007	

(\$ millions)

Formation of Gross Impaired Loans

	2009	2008	2008	2008	2008	2007	2007	2007	2007	YTD	YTD	Full Year	Full Year
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2009	2008	2008	2007
Opening balance	307	275	252	249	249	232	236	239	234	307	249	249	234
Write-off													
Retail	(11)	(14)	(11)	(10)	(13)	(12)	(16)	(10)	(11)	(11)	(13)	(48)	(49)
Commercial	(10)	(24)	(4)	(6)	(10)	(16)	(6)	(11)	(6)	(10)	(10)	(44)	(39)
Corporate	(4)	-	-	(7)	(20)	-	-	-	-	(4)	(20)	(27)	-
Real estate	-	-	-	-	-	-	-	-	-	-	-	-	-
Treasury	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-	-	-
Total write-off	(25)	(38)	(15)	(23)	(43)	(28)	(22)	(21)	(17)	(25)	(43)	(119)	(88)
Formation													
Retail	17	19	10	14	18	16	9	16	13	17	18	61	54
Commercial	7	13	29	30	20	26	9	3	10	7	20	92	48
Corporate	17	39	-	(18)	(3)	(1)	-	(1)	(1)	17	(3)	18	(3)
Real estate	(1)	(1)	(1)	-	8	4	-	-	-	(1)	8	6	4
Treasury	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-	-	-
Total formation	40	70	38	26	43	45	18	18	22	40	43	177	103
Closing balance	322	307	275	252	249	249	232	236	239	322	249	307	249

Allowance for Credit Losses

Allowances at beginning	469	464	426	417	428	430	434	435	426	469	428	428	426
Provision for credit losses	38	49	29	34	32	29	22	23	29	38	32	144	103
Write-offs	(48)	(58)	(33)	(44)	(59)	(44)	(38)	(38)	(34)	(48)	(59)	(194)	(154)
Recoveries	16	14	42	19	16	13	12	14	14	16	16	91	53
Allowances at end	475	469	464	426	417	428	430	434	435	475	417	469	428

RISK-ADJUSTED CAPITAL RATIOS

	2009		2008			2007			
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
<i>(millions of dollars)</i>									
Tier I capital	Basel II					Basel I			
Common shareholders' equity	\$4,779	\$4,797	\$4,837	\$4,631	\$4,564	\$4,400	\$4,670	\$4,625	\$4,610
Non-cum. preferred shares, permanent	1,089	774	774	573	400	400	400	400	400
Non-controlling interest	19	18	28	15	18	17	20	17	10
Innovative instruments	880	828	830	763	721	509	545	558	578
Less: goodwill	741	740	722	707	702	703	680	683	684
Less: Trading in short positions of own shares (gross)	-	-	2	1	1	1	3	4	3
Less: Unrealized gains on available-for-sale equity securities	97	88	30	-	-	-	-	-	-
Less: Foreign currency translation adjustment	62	71	143	146	158	180	144	104	60
Less : Securitization related deductions (2)	37	38	38	39	27	-	-	-	-
Less : Substantial investment in companies subject to significant influence	121	-	-	-	-	-	-	-	-
Total Tier I	\$5,709	\$5,480	\$5,534	\$5,089	\$4,815	\$4,442	\$4,808	\$4,809	\$4,851
Tier II capital									
Subordinated debentures (1)	2,153	2,153	2,144	2,144	1,644	1,641	1,947	1,948	1,949
General allowance for credit risk	331	331	331	308	308	308	308	308	308
Unrealized gains on available-for-sale equity securities	-	-	-	51	48	80	104	121	49
Innovative instrument in excess of Tier 1	95	147	145	164	205	-	-	-	-
Total Tier II	\$2,579	\$2,631	\$2,620	\$2,667	\$2,205	\$2,029	\$2,359	\$2,377	\$2,306
Other deductions	254	432	424	403	377	355	320	311	312
TOTAL CAPITAL	\$8,034	\$7,679	\$7,730	\$7,353	\$6,644	\$6,116	\$6,847	\$6,875	\$6,845
Risk-adjusted balance sheet items									
Cash resources	\$256	\$589	\$460	\$592	\$713	\$488	\$1,790	\$1,837	\$2,066
Securities	2,487	2,957	3,291	3,160	3,244	3,050	2,119	2,567	2,465
Mortgage loans	3,941	4,307	4,293	4,159	4,106	6,205	6,311	5,943	5,734
Other loans	23,410	22,653	20,840	20,564	19,710	22,626	23,020	24,892	21,437
Other assets	6,356	6,309	6,571	6,818	6,069	5,371	6,080	5,183	6,106
Total Risk-adjusted balance sheet items	\$36,450	\$36,815	\$35,455	\$35,293	\$33,843	\$37,740	\$39,320	\$40,422	\$37,808
Risk-adjusted off-balance sheet items									
Letters of guarantee and documentary credit	1,564	1,674	1,622	1,563	1,409	1,107	1,078	1,176	1,110
Commitments to extend credit	4,607	4,074	4,091	3,881	4,049	5,174	4,693	4,770	5,240
Interest rate contracts	559	364	299	278	210	96	126	106	112
Foreign exchange contracts	567	755	468	490	485	428	312	250	320
Equity contracts	1,606	1,597	1,290	1,359	1,340	1,155	845	687	603
Commodity contracts	540	230	480	405	124	68	33	18	12
Total Risk-adjusted off-balance sheet items	\$9,443	\$8,694	\$8,250	\$7,976	\$7,617	\$8,028	\$7,087	\$7,007	\$7,397
Operational Risk (2)	\$5,800	5,937	5,877	5,912	5,913	-	-	-	-
Risk-adjusted market risk items	\$5,619	\$6,623	\$5,975	\$5,962	\$4,227	\$3,568	\$4,763	\$4,380	\$3,862
TOTAL RISK-ADJUSTED ASSETS	\$57,312	\$58,069	\$55,557	\$55,143	\$51,600	\$49,336	\$51,170	\$51,809	\$49,067
Risk-adjusted ratios									
Tier I	10.0%	9.4%	10.0%	9.2%	9.3%	9.0%	9.4%	9.3%	9.9%
Total	14.0%	13.2%	13.9%	13.3%	12.9%	12.4%	13.4%	13.3%	14.0%

(1) Taking into account the issuance of \$500 million of subordinated debentures on May 1, 2008 for Q2-2008.

(2) Basel II beginning in Q1-2008 (for informational purpose with Basel I methodology Tier 1 ratio is 10.8% and Total capital ratio is 14.8% for Q1-09)

 **FINANCIAL DERIVATIVES**

	2009	2008			2007				
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
<i>(millions of dollars)</i>									
FOREIGN EXCHANGE RELATED CONTRACTS									
Swaps	46,249	39,631	34,691	30,838	37,689	32,542	37,299	36,931	43,093
Options - purchased	3,782	3,588	2,576	4,836	5,465	7,345	9,289	9,895	10,191
- sold	3,182	3,343	2,387	4,688	5,123	7,063	13,121	13,397	13,463
Futures	7,050	10,427	8,591	9,396	9,523	6,395	9,040	13,494	10,375
Total Notional Amount	60,263	56,989	48,245	49,758	57,801	53,345	68,749	73,717	77,122
Replacement cost (1)	602	898	383	442	512	1,094	528	383	410
Future credit risk	649	614	597	613	664	649	664	612	736
Credit equivalent (2)	1,251	1,512	980	1,055	1,177	1,744	1,192	995	1,147
Risk-weighted equivalent	567	755	468	490	485	428	312	250	320
INTEREST RATE RELATED CONTRACTS									
Swaps	197,390	192,073	168,284	163,531	154,629	126,792	120,725	111,831	114,713
Options - purchased	19,807	31,521	60,223	51,250	32,221	33,425	59,674	95,369	80,729
- sold	15,684	11,470	19,660	30,316	32,309	34,111	80,460	100,575	71,467
Futures	19,931	18,930	16,563	16,450	9,675	6,909	6,573	8,679	14,200
Total Notional Amount	252,812	253,994	264,730	261,547	228,834	201,237	267,432	316,454	281,109
Replacement cost (1)	1,284	724	609	632	439	193	251	162	190
Future credit risk	460	441	472	464	415	398	367	334	329
Credit equivalent (2)	1,744	1,165	1,081	1,096	853	591	618	496	519
Risk-weighted equivalent	559	364	299	278	210	96	126	106	112
FINANCIAL FUTURES									
Total Notional Amount	15,401	22,988	27,999	61,712	27,207	36,697	54,019	68,360	69,469
EQUITY AND COMMODITY CONTRACTS									
Total Notional Amount	29,385	35,631	38,513	41,048	41,220	51,640	50,640	43,148	41,463
Replacement cost (1)	1,518	1,290	1,249	1,116	974	1,439	1,046	1,053	769
Future credit risk	1,005	874	951	1,388	1,236	1,767	1,655	1,503	1,430
Credit equivalent (2)	2,523	2,164	2,200	2,504	2,210	3,205	2,701	2,556	2,199
Risk-weighted equivalent	1,931	1,644	1,628	1,561	1,340	1,128	878	705	615
CREDIT DEFAULT SWAPS (3)									
Total Notional Amount (trading only)	27,424	23,975	15,901	23,118	13,192	8,929	-	-	-
Replacement cost (1)	146	86	75	66	75	48	-	-	-
Future credit risk	1,048	909	678	1,004	608	466	-	-	-
Credit equivalent (2)	1,194	995	753	1,070	684	514	-	-	-
Risk-weighted equivalent	215	183	142	203	124	95	-	-	-
TOTAL DERIVATIVES									
Total Notional Amount	385,285	393,577	395,388	437,183	368,254	351,848	440,840	501,679	469,163
Replacement cost (1)	3,550	2,998	2,316	2,256	2,000	2,774	1,825	1,598	1,369
Future credit risk	3,162	2,838	2,698	3,469	2,924	3,280	2,686	2,449	2,495
Credit equivalent (2)	6,712	5,836	5,014	5,725	4,924	6,054	4,511	4,047	3,865
Risk-weighted equivalent	3,272	2,946	2,537	2,532	2,159	1,747	1,316	1,061	1,047

(1) Gross positive replacement cost after permissible netting

(2) Taking into account permissible netting

(3) Before Q4-07 credit default swaps were included in Equity and commodity contracts

SHAREHOLDERS' INFORMATION

2009	2008				2007			
Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1

Credit Rating

Moody's (Long Term Debt Senior)	Aa2	Aa2	Aa2	Aa2	Aa2	Aa2	Aa2	Aa2	A1
Standard & Poor's/CBRS (Long Term Debt)	A	A	A	A	A	A	A	A	A
DBRS (Senior Debt)	AA (low)	AA (low)	AA (low)	AA (low)	AA (low)	AA (low)	AA (low)	AA (low)	AA (low)
Fitch (Long-Term)	A+	A+	A+	A+	A+	A+	A+	A+	A+

Stock Trading Range and Other Information

High	\$ 45.95	\$ 53.66	\$ 54.63	\$ 53.73	\$ 54.25	\$ 60.28	\$ 66.14	\$ 65.87	\$ 66.59
Low	\$ 25.62	\$ 42.25	\$ 45.75	\$ 44.39	\$ 45.15	\$ 50.50	\$ 60.61	\$ 61.96	\$ 61.36
Close	\$ 34.22	\$ 45.21	\$ 50.00	\$ 53.73	\$ 50.53	\$ 54.65	\$ 60.93	\$ 61.96	\$ 64.29
Number of registered shareholders	24,248	24,354	24,419	24,544	24,629	24,780	24,935	25,147	25,316

Valuation

Market Capitalization (in millions of \$)	\$ 5,464	\$ 7,209	\$ 7,956	\$ 8,509	\$ 7,991	\$ 8,624	\$ 9,618	\$ 9,878	\$ 10,374
P/E Ratio (trailing 4 Quarters)	9.86	9.64	15.72	18.28	15.08	16.97	10.71	11.22	11.93
Market price/Book value	1.12	1.52	1.70	1.87	1.80	2.04	2.12	2.14	2.27
Dividend payout (trailing 4 quarters)	42.69%	42.98%	42.78%	42.66%	41.26%	40.00%	38.31%	38.03%	38.11%
Dividend yield (annualized)	7.25%	5.49%	4.96%	4.62%	4.91%	4.39%	3.94%	3.49%	3.36%

Other Information

Number of employees (full-time equivalent)	14,385	14,420	14,633	14,387	14,432	14,484	14,710	14,387	14,406
Number of Branches	448	446	445	446	446	447	448	450	450
Number of ATM'S	857	857	857	851	846	835	815	811	807

The Common Shares of the Bank as well as the First Preferred Series 15, Series 16, Series 20, Series 21, Series 24 and Series 26 are listed on the TSX.

The ticker symbols and newspaper abbreviations for the Bank's shares listed are as follows:

	Ticker Symbol	Newspaper Abbreviations Toronto
Common Shares	NA	National Bk
First Preferred Shares		
Series 15	NA.PR.K	Natl Bk 15
Series 16	NA.PR.L	Natl Bk 16
Series 20	NA.PR.M	Natl Bk 20
Series 21	NA.PR.N	Natl Bk 21
Series 24	NA.PR.O	Natl Bk 24
Series 26	NA.PR.P	Natl Bk 26