



NATIONAL BANK OF CANADA

SUPPLEMENTARY FINANCIAL INFORMATION

THIRD QUARTER 2006 REPORT

For more information:

Pierre Fitzgibbon, Senior Vice-President Finance, Technology, and Corporate affairs, phone: (514) 394-8610, fax: (514) 394-6196

Jean Dagenais, Vice-President and Chief Accountant, phone: (514) 394-6233, fax: (514) 394-6196

Hélène Baril, Director Investor Relations, phone: (514) 394-0296, fax: (514) 394-6196

This document is also available via the Internet on the Bank's web site: www.nbc.ca



Financial Highlights	page 1
Consolidated Statement Of Income	page 2
Results Of Operations As A Percentage Of Average Assets	page 3
Net Income By Sector Of Activities	page 4
Other Income And Trading Revenues	page 6
Non-Interest Expenses	page 7
Provision For Credit Losses	page 8
Condensed Consolidated Balance Sheet	page 9
Consolidated Statement Of Changes In Shareholders' Equity	page 10
Assets Under Administration / Management	page 11
Gross Impaired Loans	page 12
Net Impaired Loans	page 13
Risk-Adjusted Capital Ratios	page 14
Financial Derivatives	page 15
Shareholders' Information	page 16
Global Trading Value At Risk	page 17

FINANCIAL HIGHLIGHTS


	2006				2005				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2006	2005	2005	2004
Net income (\$000,000)		\$219.7	\$214.2	\$217.2	\$207.1	\$207.1	\$202.2	\$238.8	\$651.1	\$648.1	\$855.3	\$724.7
Earnings per share												
- basic		\$1.32	\$1.29	\$1.28	\$1.22	\$1.20	\$1.17	\$1.39	\$3.89	\$3.76	\$4.98	\$4.10
- fully diluted		\$1.30	\$1.26	\$1.26	\$1.20	\$1.18	\$1.15	\$1.37	\$3.83	\$3.70	\$4.90	\$4.05
Return on common shareholders' equity		20.2%	20.4%	19.9%	19.4%	19.6%	19.9%	23.6%	20.2%	21.1%	20.7%	18.8%
Dividend per share		\$0.50	\$0.48	\$0.48	\$0.44	\$0.44	\$0.42	\$0.42	\$1.46	\$1.28	\$1.72	\$1.42
Net interest margin Personal & Commercial Bank		2.89%	2.86%	2.89%	2.90%	2.93%	2.97%	3.02%	2.88%	2.97%	2.96%	3.09%
Productivity ratio (teb)		64.18%	63.66%	64.39%	66.97%	64.87%	66.48%	61.36%	64.08%	64.18%	64.88%	65.40%
Effective tax rate (teb)		33.52%	33.52%	33.47%	33.51%	33.18%	33.25%	33.49%	33.50%	33.31%	33.36%	36.08%
Average loans and BA's (\$000,000)		\$49,819	\$49,508	\$48,628	\$48,607	\$46,702	\$44,719	\$43,638	\$49,316	\$45,023	\$45,926	\$41,060
Average assets (\$000,000)		\$106,677	\$105,388	\$103,590	\$98,930	\$95,444	\$86,972	\$82,135	\$105,216	\$88,197	\$90,902	\$78,672
Total Assets (\$000,000)		\$108,645	\$111,183	\$105,276	\$107,598	\$110,593	\$99,917	\$91,703	\$108,645	\$110,593	\$107,598	\$88,497
Average common shareholders' equity (\$000,000)		\$4,208	\$4,190	\$4,221	\$4,118	\$4,019	\$4,010	\$3,924	\$4,208	\$3,978	\$4,018	\$3,747
Number of shares outstanding (000's)		161,918	161,882	164,313	165,335	165,096	165,744	168,050	161,918	165,096	165,335	167,430
Gross impaired loans (\$000,000)		214.3	242.2	259.2	260.0	260.9	271.1	303.6	214.3	260.9	260.0	387.5
Gross impaired loans/common equity-goodwill+reserves		5.55%	6.42%	6.75%	6.83%	7.02%	7.42%	8.20%	5.55%	7.02%	6.83%	10.88%
Net impaired loans (\$000,000)		(209.6)	(197.1)	(194.6)	(190.7)	(219.3)	(213.5)	(216.0)	(209.6)	(219.3)	(190.7)	(190.4)
as a % of net loans and bankers' acceptances		-0.4%	-0.4%	-0.4%	-0.4%	-0.5%	-0.5%	-0.5%	-0.4%	-0.5%	-0.4%	-0.4%
Book value		\$26.57	\$25.77	\$25.72	\$25.39	\$24.70	\$24.19	\$23.97	\$26.57	\$24.70	\$25.39	\$22.87
Capital ratios - BIS												
Tier 1		9.4%	9.1%	9.5%	9.6%	9.2%	9.5%	9.6%	9.4%	9.2%	9.6%	9.6%
Total		12.4%	12.2%	12.7%	12.8%	12.1%	13.3%	13.5%	12.4%	12.1%	12.8%	13.0%
Tangible Shareholders' equity / Risk weighted assets		6.94%	7.06%	7.36%	7.37%	7.01%	7.11%	7.13%	6.94%	7.01%	7.37%	7.02%
Number of employees (full-time equivalent)		14,573	14,375	14,444	14,372	14,596	14,278	14,175	14,573	14,596	14,372	14,122
Number of Branches		453	455	455	457	460	460	462	453	460	457	462
Number of ATM'S		800	802	797	788	774	770	768	800	774	788	770

CONSOLIDATED STATEMENT OF INCOME


	2006				2005				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2006	2005	2005	2004
(unaudited)(thousands)(taxable equivalent basis)												
<i>Interest Income and Dividends</i>												
Loans	\$ 686,434	\$ 627,694	\$ 614,238	\$ 568,496	\$ 538,145	\$ 505,944	\$ 509,167	\$1,928,366	\$1,553,256	\$ 2,121,752	\$ 1,883,063	
Securities	235,903	260,073	203,948	189,055	188,791	182,186	178,835	699,924	549,812	738,867	588,545	
Deposits with regulated financial institutions	83,397	76,900	57,986	66,586	52,252	46,782	27,828	218,283	126,862	193,448	113,132	
Total Interest Income and Dividends	1,005,734	964,667	876,172	824,137	779,188	734,912	715,830	2,846,573	2,229,930	3,054,067	2,584,740	
<i>Interest Expense</i>												
Deposits	433,319	446,585	438,586	264,750	330,981	253,013	260,319	1,318,490	844,313	1,109,063	800,638	
Bank debentures	22,509	21,805	24,147	21,665	24,727	27,717	25,847	68,461	78,291	99,956	98,652	
Other	141,737	194,651	135,058	132,560	115,969	74,191	80,819	471,446	270,979	403,539	322,682	
Total Interest Expense	597,565	663,041	597,791	418,975	471,677	354,921	366,985	1,858,397	1,193,583	1,612,558	1,221,972	
Tax equivalent adjustment	23,487	16,960	19,355	26,371	23,812	23,393	15,970	59,802	63,175	89,546	61,784	
Net Interest Income	431,656	318,586	297,736	431,533	331,323	403,384	364,815	1,047,978	1,099,522	1,531,055	1,424,552	
Other Income (teb)	556,657	660,571	702,568	533,969	618,044	535,138	634,653	1,919,796	1,787,835	2,321,804	2,228,205	
Gross Revenues	988,313	979,157	1,000,304	965,502	949,367	938,522	999,468	2,967,774	2,887,357	3,852,859	3,652,757	
Provision for credit losses	15,649	21,665	17,217	(652)	14,979	1,207	17,139	54,531	33,325	32,673	85,483	
Non-Interest Expenses	634,271	623,367	644,070	646,604	615,876	623,951	613,294	1,901,708	1,853,121	2,499,725	2,389,034	
Income Before Income Taxes	338,393	334,125	339,017	319,550	318,512	313,364	369,035	1,011,535	1,000,911	1,320,461	1,178,240	
Income taxes	113,416	112,001	113,460	107,070	105,698	104,200	123,601	338,877	333,499	440,569	425,371	
Income Before Non-Controlling Interest	224,977	222,124	225,557	212,480	212,814	209,164	245,434	672,658	667,412	879,892	752,869	
Non-Controlling Interest	5,293	7,943	8,383	5,360	5,705	6,925	6,612	21,619	19,242	24,602	28,175	
Net Income before disc. oper. and goodwill charges	\$ 219,684	\$ 214,181	\$ 217,174	\$ 207,120	\$ 207,109	\$ 202,239	\$ 238,822	\$ 651,039	\$ 648,170	\$ 855,290	\$ 724,694	
Discontinued Operations	-	-	-	-	-	-	-	-	-	-	-	
Net Income before goodwill charges	\$ 219,684	\$ 214,181	\$ 217,174	\$ 207,120	\$ 207,109	\$ 202,239	\$ 238,822	\$ 651,039	\$ 648,170	\$ 855,290	\$ 724,694	
Goodwill charges	-	-	-	-	-	-	-	-	-	-	-	
Net Income	\$ 219,684	\$ 214,181	\$ 217,174	\$ 207,120	\$ 207,109	\$ 202,239	\$ 238,822	\$ 651,039	\$ 648,170	\$ 855,290	\$ 724,694	
Effective Tax Rate	33.5%	33.5%	33.5%	33.5%	33.2%	33.3%	33.5%	33.5%	33.3%	33.4%	36.1%	
Dividends on preferred shares	\$ 5,350	\$ 5,350	\$ 5,350	\$ 5,350	\$ 8,150	\$ 7,346	\$ 5,725	\$ 16,050	\$ 21,221	\$ 26,571	\$ 22,900	
Dividends on common shares	\$ 81,190	\$ 78,602	\$ 79,676	\$ 72,202	\$ 73,067	\$ 70,527	\$ 70,651	\$ 239,468	\$ 214,245	\$ 286,447	\$ 243,060	
Number of common shares (avg.) (in thousands)	161,927	162,598	164,903	165,176	165,363	167,327	167,693	163,149	166,789	166,382	170,918	
<i>Tax equivalent adjustment</i>												
Net interest income	23,487	16,960	19,355	26,371	23,812	23,393	15,970	59,802	63,175	89,546	61,784	
Other income	32,104	12,886	1,309	7,583	36,266	15,352	624	46,299	52,242	59,826	45,728	
Income taxes	55,591	29,846	20,664	33,954	60,078	38,745	16,595	106,101	115,418	149,373	107,512	

RESULTS OF OPERATIONS AS A PERCENTAGE OF AVERAGE ASSETS


	2006				2005				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2006	2005	2005	2004

(Taxable equivalent basis)
in % of average assets

Total revenues		3.68	3.81	3.83	3.87	3.95	4.43	4.83	3.77	4.38	4.24	4.64
Provision for credit losses		0.06	0.08	0.07	(0.00)	0.06	0.01	0.08	0.07	0.05	0.04	0.11
Non-interest expenses		2.36	2.43	2.47	2.59	2.56	2.94	2.96	2.42	2.81	2.75	3.04
Income taxes		0.42	0.44	0.43	0.43	0.44	0.49	0.60	0.43	0.51	0.48	0.54
Non-controlling interest		0.02	0.03	0.03	0.02	0.02	0.03	0.03	0.03	0.03	0.03	0.04
Net income		0.82	0.83	0.83	0.83	0.86	0.95	1.15	0.83	0.98	0.94	0.92
Average assets (\$000,000)		\$106,677	\$105,388	\$103,590	\$98,930	\$95,444	\$86,972	\$82,135	\$105,216	\$88,197	\$90,902	\$78,672
Average earning assets (\$000,000)		\$97,501	\$96,084	\$94,435	\$92,197	\$88,572	\$81,137	\$75,346	\$96,006	\$81,691	\$84,339	\$70,447

in % of Average Risk-Weighted Assets

Total revenues		8.14%	8.50%	8.53%	8.33%	8.40%	8.80%	9.40%	8.38%	8.86%	8.72%	9.15%
Net income		1.81%	1.86%	1.85%	1.79%	1.83%	1.90%	2.25%	1.84%	1.99%	1.94%	1.82%
Average Risk-Weighted Assets (\$000,000)		\$48,195	\$47,263	\$46,506	\$46,005	\$44,856	\$43,725	\$42,168	\$47,322	\$43,581	44,192	\$39,901

Prime rate		5.94%	5.41%	4.92%	4.43%	4.25%	4.25%	4.25%	5.42%	4.25%	4.30%	4.05%
B/A's 30 days		4.25%	3.72%	3.23%	2.73%	2.56%	2.57%	2.56%	3.74%	2.56%	2.61%	2.34%
Spread		1.69%	1.69%	1.69%	1.70%	1.69%	1.68%	1.69%	1.69%	1.69%	1.69%	1.71%

NET INCOME BY SECTOR OF ACTIVITIES


	2006				2005				YTD		Full Year
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2006	2005	2005
(in millions of dollars) (taxable equivalent basis)											
Personal and Commercial Banking											
Net interest income		348	328	337	333	329	314	323	1,013	966	1,299
Other income		211	192	192	195	196	179	179	595	554	749
Total Income		559	520	529	528	525	493	502	1,608	1,520	2,048
Operating expenses		339	320	326	324	324	311	306	985	941	1,265
Provision for credit losses		24	33	31	38	26	26	27	88	79	117
Earning before income taxes		196	167	172	166	175	156	169	535	500	666
Income taxes		66	56	58	56	59	51	57	180	167	223
Non-controlling interest		-	-	-	-	-	-	-	-	-	-
Net Income		130	111	114	110	116	105	112	355	333	443
Net interest margin		2.89%	2.86%	2.89%	2.90%	2.93%	2.97%	3.02%	2.88%	2.97%	2.96%
Expense ratio		60.6%	61.5%	61.6%	61.4%	61.7%	63.1%	61.0%	61.3%	61.9%	61.8%
Average loans and BA's		47,094	46,363	45,466	44,789	43,855	42,629	41,647	46,307	42,711	43,235
Average assets		47,820	47,100	46,228	45,509	44,576	43,338	42,381	47,049	43,433	43,956
Wealth Management											
Net interest income		30	30	29	28	25	25	23	89	73	101
Other income		174	200	185	177	174	182	169	559	525	702
Total Income		204	230	214	205	199	207	192	648	598	803
Operating expenses		152	165	155	160	150	160	151	472	461	621
Provision for credit losses		-	-	-	-	-	-	-	-	-	-
Earning before income taxes		52	65	59	45	49	47	41	176	137	182
Income taxes		17	22	19	19	19	16	14	58	49	68
Non-controlling interest		1	1	2	-	1	1	1	4	3	3
Net Income		34	42	38	26	29	30	26	114	85	111
Expense ratio		74.5%	71.7%	72.4%	78.0%	75.4%	77.3%	78.6%	72.8%	77.1%	77.3%
Average loans and BA's		370	401	379	360	356	349	316	383	340	345
Average assets		874	973	917	885	870	917	856	920	881	882
Financial Markets											
Net interest income		111	15	(13)	129	19	103	58	113	180	309
Other income		127	231	291	109	204	142	216	649	562	671
Total Income		238	246	278	238	223	245	274	762	742	980
Operating expenses		143	142	151	151	140	150	154	436	444	595
Provision for credit losses		1	1	1	4	-	2	2	3	4	8
Earning before income taxes		94	103	126	83	83	93	118	323	294	377
Income taxes		34	36	41	31	29	31	41	111	101	132
Non-controlling interest		-	2	2	-	-	1	-	4	1	1
Net Income		60	65	83	52	54	61	77	208	192	244
Expense ratio		60.1%	57.7%	54.3%	63.4%	62.8%	61.2%	56.2%	57.2%	59.8%	60.7%
Average loans and BA's (Corporate banking only)		3,570	3,579	3,274	3,138	2,826	2,776	2,782	3,473	2,795	2,881
Average assets		67,860	66,892	64,388	58,937	55,456	48,432	44,302	66,374	49,407	51,809

NET INCOME BY SECTOR OF ACTIVITIES


(in millions of dollars)

	2006				2005				YTD		Full Year
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2006	2005	2005
Other Segments											
Net interest income		(81)	(72)	(75)	(86)	(65)	(62)	(55)	(228)	(182)	(268)
Other income		13	25	33	46	7	17	70	71	94	140
Total Income		(68)	(47)	(42)	(40)	(58)	(45)	15	(157)	(88)	(128)
Operating expenses		-	(4)	12	11	2	3	2	8	7	18
Provision for credit losses		(9)	(12)	(15)	(42)	(11)	(27)	(12)	(36)	(50)	(92)
Earning before income taxes		(59)	(31)	(39)	(9)	(49)	(21)	25	(129)	(45)	(54)
Income taxes		(59)	(32)	(25)	(34)	(61)	(32)	(5)	(116)	(98)	(132)
Non-controlling interest		4	5	4	6	4	5	6	13	15	21
Net Income		(4)	(4)	(18)	19	8	6	24	(26)	38	57
Average loans and BA's		(11,720)	(11,261)	(9,976)	(8,483)	(7,388)	(7,226)	(6,826)	(10,982)	(7,146)	(7,483)
Average assets		(9,877)	(9,577)	(7,943)	(6,401)	(5,458)	(5,715)	(5,404)	(9,127)	(5,524)	(5,745)

Total

Net interest income		408	301	278	404	308	380	349	987	1,037	1,441
Other income		525	648	701	527	581	520	634	1,874	1,735	2,262
Total Income		933	949	979	931	889	900	983	2,861	2,772	3,703
Operating expenses		634	623	644	646	616	624	613	1,901	1,853	2,499
Provision for credit losses		16	22	17	-	15	1	17	55	33	33
Earning before income taxes		283	304	318	285	258	275	353	905	886	1,171
Income taxes		58	82	93	72	46	66	107	233	219	291
Non-controlling interest		5	8	8	6	5	7	7	21	19	25
Net Income		220	214	217	207	207	202	239	651	648	855
Expense ratio (teb)		64.2%	63.7%	64.4%	67.0%	64.9%	66.5%	61.4%	64.1%	64.2%	64.9%
Average loans and BA's		49,819	49,508	48,628	48,607	46,702	44,719	43,638	49,316	45,023	45,926
Average assets		106,677	105,388	103,590	98,930	95,444	86,972	82,135	105,216	88,197	90,902

OTHER INCOME AND TRADING REVENUES


	2006				2005				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2006	2005	2005	2004
<i>(unaudited) (thousands) (taxable equivalent basis)</i>												
Other Income												
Deposits and payment service charges		\$ 52,909	\$ 51,986	\$ 49,641	\$ 52,053	\$ 50,557	\$ 48,904	\$ 48,972	\$ 154,536	\$ 148,433	\$ 200,486	\$ 200,008
Commissions on loans and bankers' acceptances		87,162	78,961	79,030	79,690	81,178	71,995	74,353	245,153	227,526	307,216	323,005
Capital market fees		138,884	164,284	158,600	165,718	158,018	189,590	168,436	461,768	516,044	681,762	633,006
Foreign exchange revenues		24,577	24,377	23,355	19,440	20,245	18,283	18,093	72,309	56,621	76,061	71,626
Card service revenues		17,370	14,092	14,252	14,055	17,154	16,502	14,937	45,714	48,593	62,648	49,298
Trust services		45,320	45,377	42,989	39,163	39,181	35,696	32,083	133,686	106,960	146,123	119,762
Mutual funds		38,480	37,120	37,007	36,028	33,905	32,532	32,611	112,607	99,048	135,076	124,124
Securitization		37,688	38,532	39,927	51,412	48,079	46,539	47,942	116,147	142,560	193,972	180,054
Profit & Loss on trading		(14,234)	111,596	167,405	18,071	132,111	17,226	83,934	264,767	233,271	251,342	233,699
Profit & Loss other than trading		60,105	28,323	41,816	5,140	(7,091)	16,400	77,095	130,244	86,404	91,544	101,683
Other		68,396	65,923	48,546	53,199	44,707	41,471	36,197	182,865	122,375	175,574	191,940
Total		\$ 556,657	\$ 660,571	\$ 702,568	\$ 533,969	\$ 618,044	\$ 535,138	\$ 634,653	\$ 1,919,796	\$ 1,787,835	\$ 2,321,804	\$ 2,228,205
As a % of total revenues		56.3%	67.5%	70.2%	55.3%	65.1%	57.0%	63.5%	64.7%	61.9%	60.3%	61.0%

(unaudited) (thousands)

Trading revenues												
Net Interest Income		\$ 80,804	\$ (25,893)	\$ (74,178)	\$ 77,714	\$ (25,862)	\$ 57,324	\$ (1,688)	\$ (19,267)	\$ 29,774	\$ 107,488	\$ 37,559
Other Income		(14,234)	111,596	167,405	18,071	132,111	17,226	83,934	264,767	233,271	251,342	233,699
Total		\$ 66,570	\$ 85,703	\$ 93,227	\$ 95,785	\$ 106,249	\$ 74,550	\$ 82,246	\$ 245,500	\$ 263,045	\$ 358,830	\$ 271,258

NON-INTEREST EXPENSES


(unaudited) (thousands)

	2006				2005				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2006	2005	2005	2004
Non-Interest Expenses												
Salaries and Staff benefits												
Salaries		\$ 210,911	\$ 207,158	\$ 208,587	\$ 230,606	\$ 209,812	\$ 195,482	\$ 198,402	\$ 626,656	\$ 603,696	\$ 834,302	\$ 780,132
Commissions		87,959	97,411	110,469	97,038	93,165	111,474	115,387	295,839	320,026	417,064	395,748
Pension plan and other staff benefits		54,898	53,771	60,280	43,092	52,250	50,144	53,801	168,949	156,195	199,287	183,362
Total Compensation		353,768	358,340	379,336	370,736	355,227	357,100	367,590	1,091,444	1,079,917	1,450,653	1,359,242
Premises, Equipment & Furniture												
Rent		21,352	21,781	19,654	20,095	19,017	19,829	19,546	62,787	58,392	78,487	104,620
Taxes & insurance		4,186	4,163	4,130	3,712	4,231	4,324	4,198	12,479	12,753	16,465	17,056
Maintenance, lighting, heating		5,945	6,866	6,632	7,413	5,909	6,775	5,930	19,443	18,614	26,027	26,398
Technology		90,607	88,624	93,410	94,085	85,161	93,264	83,654	272,641	262,079	356,164	334,221
Depreciation		16,374	16,363	16,033	16,702	15,388	15,173	15,437	48,770	45,998	62,700	52,312
Total Premises, Equipment & Furniture		138,464	137,797	139,859	142,007	129,706	139,365	128,765	416,120	397,836	539,843	534,607
Other Expenses												
Professional fees		39,572	32,523	30,323	46,258	32,575	31,760	25,167	102,418	89,502	135,760	117,752
Taxes on capital & salaries		16,697	16,144	16,974	6,034	16,883	16,363	16,737	49,815	49,983	56,017	64,595
Travel & business development		31,146	32,137	27,334	34,947	30,668	27,959	25,917	90,617	84,544	119,491	123,618
Other		54,624	46,426	50,244	46,622	50,817	51,404	49,118	151,294	151,339	197,961	189,220
Total Other Expenses		142,039	127,230	124,875	133,861	130,943	127,486	116,939	394,144	375,368	509,229	495,185
TOTAL NON-INTEREST EXPENSES		\$ 634,271	\$ 623,367	\$ 644,070	\$ 646,604	\$ 615,876	\$ 623,951	\$ 613,294	\$ 1,901,708	\$ 1,853,121	\$ 2,499,725	\$ 2,389,034

PROVISION FOR CREDIT LOSSES


	2006				2005				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2006	2005	2005	2004
<i>(millions of dollars)</i>												
RETAIL		9	10	8	10	9	8	8	27	25	35	28
CREDIT CARD		15	16	16	15	15	14	14	47	43	58	52
COMMERCIAL		-	7	8	12	2	4	5	15	11	23	57
CORPORATE		1	1	1	3	-	2	2	3	4	7	51
REAL ESTATE		-	-	(2)	1	-	-	-	(2)	-	1	-
OTHER		-	-	-	(2)	2	-	(2)	-	-	(2)	-
CREDIT CARD SECURITIZATION		(9)	(12)	(14)	(14)	(13)	(10)	(10)	(35)	(33)	(47)	(47)
GENERAL		-	-	-	(25)	-	(17)	-	-	(17)	(42)	(55)
Total		16	22	17	-	15	1	17	55	33	33	86

CONDENSED CONSOLIDATED BALANCE SHEET


	2006				2005				End Of Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2005	2004
<i>(unaudited)(millions of dollars)</i>										
Assets										
Cash and deposits with financial institutions	\$ 9,286	\$ 9,693	\$ 9,484	\$ 10,314	\$ 12,031	\$ 9,297	\$ 7,036	\$ 10,314	\$ 5,777	
Securities	35,420	36,510	30,072	33,052	34,690	31,162	27,720	33,052	28,007	
Securities purchased under reverse repurchase agreements	5,954	7,549	7,980	7,023	8,270	6,843	5,566	7,023	4,496	
Loans										
Residential mortgages	15,438	14,887	15,345	15,675	16,003	15,445	15,450	15,675	15,498	
Personal and credit cards	10,944	10,670	10,108	9,778	9,274	8,671	8,191	9,778	7,808	
Business and government	21,963	21,865	22,314	21,665	20,518	19,430	18,653	21,665	18,192	
Total Loans	48,345	47,422	47,767	47,118	45,795	43,546	42,294	47,118	41,498	
Customers' liability under bankers' acceptances	3,598	3,677	3,468	3,242	2,842	2,902	2,725	3,242	3,076	
Other assets	6,042	6,332	6,505	6,849	6,965	6,167	6,362	6,849	5,643	
Total Assets	\$ 108,645	\$ 111,183	\$ 105,276	\$ 107,598	\$ 110,593	\$ 99,917	\$ 91,703	\$ 107,598	\$ 88,497	
Liabilities										
Deposits										
Personal	\$ 29,178	\$ 28,270	\$ 27,103	\$ 26,385	\$ 25,476	\$ 25,034	\$ 24,610	\$ 26,385	\$ 24,008	
Business and government	29,322	30,930	29,640	29,636	28,474	27,786	24,999	29,636	23,966	
Deposit-taking institutions	9,594	10,918	8,177	5,956	7,043	8,926	7,051	5,956	5,458	
Total Deposits	68,094	70,118	64,920	61,977	60,993	61,746	56,660	61,977	53,432	
Others										
Acceptances	3,598	3,677	3,468	3,242	2,842	2,902	2,725	3,242	3,076	
Other liabilities	30,652	31,217	30,662	36,680	40,696	28,914	26,151	36,680	26,377	
Subordinated debentures	1,599	1,599	1,600	1,102	1,409	1,770	1,764	1,102	1,408	
Total Others	35,849	36,493	35,730	41,024	44,947	33,586	30,640	41,024	30,861	
Shareholders' equity										
Preferred shares	400	400	400	400	575	575	375	400	375	
Common shares	1,563	1,558	1,573	1,565	1,557	1,552	1,563	1,565	1,545	
Contributed surplus	19	17	15	13	12	10	8	13	7	
Retained earnings	2,720	2,597	2,638	2,619	2,509	2,448	2,457	2,619	2,277	
Total Shareholders' equity	4,702	4,572	4,626	4,597	4,653	4,585	4,403	4,597	4,204	
Total Liabilities & Shareholders' Equity	\$ 108,645	\$ 111,183	\$ 105,276	\$ 107,598	\$ 110,593	\$ 99,917	\$ 91,703	\$ 107,598	\$ 88,497	
Mortgage securitization	\$ 5,313	\$ 5,507	\$ 4,937	\$ 4,581	\$ 4,058	\$ 4,210	\$ 4,020	\$ 4,581	\$ 3,813	
Mortgage loans sold to third parties	\$ 566	\$ 614	\$ 652	\$ 551	\$ 452	\$ 364	\$ 292	\$ 551	\$ 220	
Credit card securitization	\$ 1,200	\$ 1,200	\$ 1,200	\$ 1,200	\$ 1,200	\$ 1,200	\$ 900	\$ 1,200	\$ 900	
Direct loans securitization	\$ 150	\$ 182	\$ 218	\$ 222	\$ 309	\$ 338	\$ 464	\$ 222	\$ 515	
Mutual funds	\$ 11,438	\$ 11,786	\$ 11,657	\$ 11,157	\$ 11,221	\$ 10,646	\$ 10,545	\$ 11,157	\$ 10,564	
Securities - excess of market value over book	\$ (28)	\$ 33	\$ 53	\$ 74	\$ 131	\$ 57	\$ 158	\$ 74	\$ 123	
Equity Securities - excess of market value over book	\$ 10	\$ 80	\$ 82	\$ 66	\$ 60	\$ 34	\$ 68	\$ 66	\$ 55	
Number of shares outstanding (000's)	161,918	161,882	164,313	165,335	165,096	165,744	168,050	165,335	167,430	
Domestic Gap < 1 year	982	(1,844)	124	(243)	(24)	1,206	537	(243)	268	
> 1 year	(991)	1,840	2,664	3,053	2,899	1,684	2,297	3,053	2,426	

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY


	2006				2005				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2006	2005	2005	2004
<i>(unaudited)(millions of dollars)</i>												
Opening balance		4,572	4,626	4,597	4,653	4,585	4,403	4,204	4,597	4,204	4,204	4,097
Issuance (redemption) of common shares		6	(15)	8	7	4	(10)	18	(1)	12	19	(38)
Issuance of preferred shares		-	-	-	-	-	200	-	-	200	200	-
Redemption of preferred shares, Series 12 and 13		-	-	-	(175)	-	-	-	-	-	(175)	-
Net income		220	214	217	207	207	202	239	651	648	855	725
Dividends on common shares		(82)	(78)	(80)	(72)	(73)	(71)	(70)	(240)	(214)	(286)	(243)
Dividends on preferred shares		(5)	(6)	(5)	(5)	(8)	(7)	(6)	(16)	(21)	(26)	(23)
Initial adoption of AcG-15		-	-	-	(5)	-	3	3	-	6	1	-
Share issuance expenses, net of income taxes		(5)	(1)	-	1	6	(8)	-	(6)	(2)	(1)	(1)
Unrealized foreign exchange gains (losses), net of income taxes		(5)	(28)	(23)	(16)	(9)	(5)	14	(56)	-	(16)	(16)
Stock options expense		2	2	2	1	2	2	1	6	5	6	5
Impact of shares acquired / sold for trading purposes		(1)	-	-	1	1	(1)	-	(1)	-	1	-
Premium paid on common shares purchased for cancellation		-	(142)	(90)	-	(62)	(123)	-	(232)	(185)	(185)	(302)
Closing balance		4,702	4,572	4,626	4,597	4,653	4,585	4,403	4,702	4,653	4,597	4,204
Shareholders' equity												
Preferred shares		400	400	400	400	575	575	375	400	575	400	375
Common shares		1,563	1,558	1,573	1,565	1,557	1,552	1,563	1,563	1,557	1,565	1,545
Contributed surplus		19	17	15	13	12	10	8	19	12	13	7
Unealized foreign currency translation adjustment		(82)	(77)	(49)	(26)	(10)	(1)	4	(82)	(10)	(26)	(10)
Retained earnings		2,802	2,674	2,687	2,645	2,519	2,449	2,453	2,802	2,519	2,645	2,287
Closing balance		4,702	4,572	4,626	4,597	4,653	4,585	4,403	4,702	4,653	4,597	4,204

ASSETS UNDER ADMINISTRATION / MANAGEMENT


	National Bank Trust Inc.	National Bank Financial & Cie.	National Bank Securities Inc.	Altamira	Natcan Investment Management Inc.	National Bank Direct Brokerage	Bank excluding subsidiaries	Total	
								2006	2005

(millions of dollars)

as at July 31, 2006

Assets under administration									
Institutional	52,648	10,812	-	-	-	-	-	63,460	55,035
Personal	-	85,455	-	-	-	9,381	-	94,836	87,984
Mutual funds	12,835	-	7,719	3,719	-	-	-	24,273	21,538
Mortgage loans sold to third parties	-	-	-	-	-	-	5,313	5,313	4,511
Total assets under administration	65,483	96,267	7,719	3,719	-	9,381	5,313	187,882	169,068
Assets under management									
Personal	5,064	-	-	-	-	-	-	5,064	4,031
Managed portfolios	-	3,504	-	-	15,482	-	-	18,986	18,115
Mutual funds	-	-	-	-	15,767	-	-	15,767	14,768
Total assets under management	5,064	3,504	-	-	31,249	-	-	39,817	36,914
Total assets under administration / management	70,547	99,771	7,719	3,719	31,249	9,381	5,313	227,699	205,982

Total	
2005	2004

as at July 31, 2005

Assets under administration									
Institutional	46,494	8,541	-	-	-	-	-	55,035	38,830
Personal	-	79,180	-	-	-	8,804	-	87,984	78,969
Mutual funds	10,317	-	7,372	3,849	-	-	-	21,538	18,532
Mortgage loans sold to third parties	-	-	-	-	-	-	4,511	4,511	4,068
Total assets under administration	56,811	87,721	7,372	3,849	-	8,804	4,511	169,068	140,399
Assets under management									
Personal	4,031	-	-	-	-	-	-	4,031	3,014
Managed portfolios	-	2,405	-	-	15,710	-	-	18,115	15,946
Mutual funds	-	-	-	-	14,768	-	-	14,768	13,757
Total assets under management	4,031	2,405	-	-	30,478	-	-	36,914	32,717
Total assets under administration / management	60,842	90,126	7,372	3,849	30,478	8,804	4,511	205,982	173,116

GROSS IMPAIRED LOANS


	2006				2005				End of Year
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2004
<i>(\$ millions)</i>									
RETAIL		46.7	45.0	41.9	45.1	40.5	38.1	35.0	34.7
COMMERCIAL		106.7	137.0	147.8	133.6	135.2	144.0	166.7	205.9
CORPORATE		57.6	56.9	62.7	64.8	65.2	68.8	81.5	121.4
REAL ESTATE		-	-	3.4	13.0	16.4	16.4	16.4	21.5
TREASURY		3.3	3.3	3.4	3.5	3.6	3.7	3.6	3.6
OTHER		-	-	-	-	-	0.1	0.4	0.4
GENERAL ALLOWANCE		-	-	-	-	-	-	-	-
PRIVATE RISKS		214.3	242.2	259.2	260.0	260.9	271.1	303.6	387.5
AS A % OF LOANS AND ACCEPTANCES		0.4%	0.5%	0.5%	0.5%	0.5%	0.6%	0.7%	0.9%

	2006				2005				YTD	Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2006	2005	2004
Opening balance		242	259	260	261	271	304	388	260	388	476
Write-off		(30)	(20)	(16)	(36)	(14)	(34)	(72)	(66)	(156)	(132)
Formation		2	3	15	35	3	1	(12)	20	27	44
Closing balance		214	242	259	260	261	271	304	214	260	388

NET IMPAIRED LOANS


	2006				2005				End of year
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2004
(\$ millions)									
RETAIL		27.3	25.6	22.5	24.9	20.2	18.4	15.4	16.1
COMMERCIAL		44.9	60.1	63.7	55.1	52.2	57.3	69.7	82.0
CORPORATE		24.1	23.2	25.1	27.5	28.1	30.6	36.6	48.8
REAL ESTATE		-	-	-	7.6	11.0	11.0	10.0	10.4
TREASURY		2.1	2.0	2.1	2.2	2.2	2.2	2.3	2.3
OTHER		-	-	-	-	-	-	-	-
GENERAL ALLOWANCE		(308.0)	(308.0)	(308.0)	(308.0)	(333.0)	(333.0)	(350.0)	(350.0)
PRIVATE RISKS		(209.6)	(197.1)	(194.6)	(190.7)	(219.3)	(213.5)	(216.0)	(190.4)
AS A % OF LOANS AND ACCEPTANCES		-0.4%	-0.4%	-0.4%	-0.4%	-0.5%	-0.5%	-0.5%	-0.4%

RISK-ADJUSTED CAPITAL RATIOS


2006				2005			
Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1

(millions of dollars)

Tier I capital

Common shareholders' equity		\$4,302	\$4,172	\$4,226	\$4,197	\$4,077	\$4,010	\$4,028
Non-cum. preferred shares, permanent		400	400	400	400	400	400	375
Non-controlling interest		8	118	137	132	48	49	48
Innovative instruments		565	336	342	354	367	378	372
Less: goodwill		686	662	662	662	662	662	662
Less: Trading in short positions of own shares (gross)		-	4	6	7	6	-	-
Total Tier I		\$4,589	\$4,360	\$4,437	\$4,414	\$4,224	\$4,175	\$4,161
Tier II capital								
Bank debentures (1)		1,599	1,599	\$1,600	1,602	1,348	1,707	\$1,702
General provision		308	308	308	308	333	333	350
Total Tier II		\$1,907	\$1,907	\$1,908	\$1,910	\$1,681	\$2,040	\$2,052
Other deductions		450	422	415	399	364	353	360
TOTAL CAPITAL		\$6,046	\$5,845	\$5,930	\$5,925	\$5,541	\$5,862	\$5,853
Risk-adjusted balance sheet items								
Cash resources		\$1,761	\$1,893	\$1,651	\$1,306	\$1,648	\$1,820	\$1,376
Securities		2,828	2,033	2,030	2,269	2,123	2,246	2,179
Mortgage loans		5,787	5,470	5,282	5,121	5,603	5,565	5,625
Other loans		22,855	23,367	23,049	22,211	21,483	20,404	19,840
Other assets		5,514	5,363	5,275	5,650	5,287	4,721	5,275
Total Risk-adjusted balance sheet items		\$38,745	\$38,126	\$37,287	\$36,557	\$36,144	\$34,756	\$34,295
Risk-adjusted off-balance sheet items								
Commitments to extend credit								
L/G, L/C and trans.-related contingent		1,156	1,059	\$1,082	1,033	992	979	\$941
Commitments to extend credit		5,009	4,767	4,794	4,730	4,843	4,697	4,798
Interest rate contract		110	95	105	110	144	126	112
Foreign exchange contract		217	218	249	220	237	287	207
Equity-linked contract		413	319	388	362	328	241	206
Commodity		88	48	65	56	69	64	105
Total Risk-adjusted off-balance sheet items		\$6,993	\$6,506	\$6,683	\$6,511	\$6,613	\$6,394	\$6,369
Risk-adjusted market risk items		\$2,902	\$3,117	\$2,806	\$3,168	\$3,017	\$2,787	\$2,849
TOTAL RISK-ADJUSTED ASSETS		\$48,640	\$47,749	\$46,776	\$46,236	\$45,774	\$43,937	\$43,513
Risk-adjusted ratios								
Tier I		9.4%	9.1%	9.5%	9.6%	9.2%	9.5%	9.6%
Total		12.4%	12.2%	12.7%	12.8%	12.1%	13.3%	13.5%

(1) Taking into account the issuance of \$500 million of subordinated debentures on November 2, 2005 for the fourth quarter 2005



	2006				2005				End of Year
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2004
<i>(millions of dollars)</i>									
FOREIGN EXCHANGE RELATED CONTRACTS									
Swaps		46,248	41,495	47,796	51,143	56,895	50,733	27,605	29,559
Options - purchased		8,820	6,885	6,537	7,463	7,857	9,506	6,655	5,544
Options - sold		13,082	9,031	7,318	6,862	7,761	8,872	6,206	5,285
Futures		6,636	3,886	6,829	6,788	8,342	7,989	5,606	6,306
Total Notional Amount		74,786	61,297	68,480	72,256	80,855	77,100	46,072	46,694
Replacement cost (1)		325	414	504	338	395	549	511	480
Future credit risk		542	543	549	513	576	574	462	295
Credit equivalent (2)		868	957	1,053	852	972	1,123	972	775
Risk-weighted equivalent		217	218	249	220	237	287	207	166
INTEREST RATE RELATED CONTRACTS									
Swaps		127,579	113,989	109,122	123,134	115,629	112,025	116,536	116,760
Options - purchased		77,385	72,863	76,552	86,008	88,993	52,055	58,938	34,905
Options - sold		87,304	76,949	76,786	67,882	75,320	40,014	24,342	34,568
Futures		5,780	2,293	11,000	9,082	21,253	17,436	6,651	7,033
Total Notional Amount		298,048	266,094	273,460	286,106	301,195	221,530	206,467	193,266
Replacement cost (1)		258	224	266	328	515	470	514	501
Future credit risk		361	313	312	296	312	300	690	203
Credit equivalent (2)		619	537	578	625	826	770	1,205	704
Risk-weighted equivalent		110	95	105	110	144	126	112	129
FINANCIAL FUTURES									
Total Notional Amount		35,323	37,284	44,472	14,981	35,213	44,351	35,741	34,139
EQUITY AND COMMODITY CONTRACTS									
Total Notional Amount		25,254	15,894	26,980	29,593	27,062	24,499	18,408	17,664
Replacement cost (1)		605	636	684	653	777	602	514	543
Future credit risk		1,060	453	734	810	759	824	690	694
Credit equivalent (2)		1,665	1,088	1,418	1,463	1,536	1,426	1,205	1,237
Risk-weighted equivalent		500	368	454	418	397	305	311	309
TOTAL DERIVATIVES									
Total Notional Amount		433,411	380,569	413,392	402,936	444,325	367,480	306,688	291,762
Replacement cost (1)		1,188	1,274	1,454	1,319	1,687	1,621	1,539	1,524
Future credit risk		1,963	1,309	1,595	1,619	1,647	1,698	1,842	1,193
Credit equivalent (2)		3,152	2,582	3,049	2,940	3,334	3,319	3,382	2,717
Risk-weighted equivalent		827	681	808	748	778	718	630	604

(1) Gross positive replacement cost after permissible netting

(2) Taking into account permissible netting

SHAREHOLDERS' INFORMATION


2006				2005			
Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1

Credit Rating

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

Stock Trading Range and Other Information

High		\$ 62.69	\$ 65.60	\$ 63.90	\$ 61.47	\$ 58.21	\$ 55.24	\$ 49.75
Low		\$ 56.14	\$ 61.35	\$ 58.35	\$ 55.87	\$ 51.60	\$ 48.72	\$ 46.39
Close		\$ 58.55	\$ 62.34	\$ 61.75	\$ 59.14	\$ 57.30	\$ 52.41	\$ 49.19
Number of registered shareholders		25,644	25,845	26,049	26,235	26,398	26,542	26,785

Valuation

Market Capitalization (in millions of \$)		\$ 9,480	\$ 10,092	\$ 10,146	\$ 9,778	\$ 9,460	\$ 8,687	\$ 8,266
P/E Ratio (Trailing 4 Quarters)		11.46	12.49	12.68	11.88	11.77	11.34	11.03
Market price/Book value		2.20	2.42	2.40	2.33	2.32	2.17	2.05
Dividend payout (trailing 4 quarters)		37.18%	36.87%	36.55%	34.54%	34.09%	34.63%	33.86%
Dividend yield (annualized)		3.42%	3.08%	3.11%	2.98%	3.07%	3.21%	3.42%

The Common Shares of the Bank as well as the First Preferred Series 15 and Series 16 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

