



NATIONAL BANK OF CANADA

SUPPLEMENTARY FINANCIAL INFORMATION

THIRD QUARTER 2003 REPORT

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FINANCIAL HIGHLIGHTS


	2003				2002				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002	2001
Net income (\$000,000)		\$161.8	\$138.3	\$166.2	\$135.3	\$25.8	\$122.5	\$145.9	\$466.3	\$294.1	\$429.4	\$562.7
Earnings per share - basic		\$ 0.89	\$0.73	\$0.88	\$0.71	\$0.12	\$0.62	\$0.73	\$2.50	\$1.47	\$2.18	\$2.78
- fully diluted		\$ 0.88	\$0.72	\$0.88	\$0.71	\$0.11	\$0.62	\$0.73	\$2.48	\$1.46	\$2.16	\$2.76
Dividend per share		\$ 0.28	\$0.26	\$0.26	\$0.24	\$0.24	\$0.24	\$0.21	\$0.80	\$0.69	\$0.93	\$0.82

Excluding Goodwill

Net income (\$000,000)		\$161.8	\$138.3	\$166.2	\$135.3	\$25.8	\$122.5	\$146.0	\$466.3	\$294.2	\$429.5	\$581.3
Earnings per share - basic		\$0.89	\$0.73	\$0.88	\$0.71	\$0.12	\$0.62	\$0.73	\$2.50	\$1.47	\$2.18	\$2.88
- fully diluted		\$0.88	\$0.72	\$0.88	\$0.71	\$0.11	\$0.62	\$0.73	\$2.48	\$1.46	\$2.18	\$2.86
Return on common shareholders' equity		17.3%	14.8%	17.6%	14.5%	2.3%	13.1%	15.0%	16.6%	10.1%	11.3%	16.0%

Excluding Goodwill/Discontinued operations/Gain on sale of a business unit/Revision of provision estimate/Impairment charges

Net income (\$000,000)		\$160.5	\$138.1	\$166.2	\$145.7	\$140.5	\$122.6	\$145.2	\$464.8	\$408.4	\$554.1	\$579.9
Earnings per share - basic		\$0.88	\$0.73	\$0.88	\$0.77	\$0.74	\$0.62	\$0.73	\$2.49	\$2.09	\$2.86	\$2.87
- fully diluted		\$0.87	\$0.72	\$0.88	\$0.77	\$0.74	\$0.62	\$0.73	\$2.47	\$2.09	\$2.86	\$2.85
Return on common shareholders' equity		17.1%	14.8%	17.6%	15.7%	15.0%	13.1%	15.0%	16.5%	14.4%	14.7%	15.9%

Expense ratio ⁽¹⁾		64.34%	66.30%	63.71%	64.99%	63.26%	59.39%	62.18%	64.73%	65.26%	62.44%	62.72%
Average assets (\$000,000)		\$72,274	\$70,110	\$70,320	\$67,348	\$67,790	\$71,071	\$71,016	\$70,910	\$69,947	\$69,292	\$69,197
Net impaired loans as a % of net loans and bankers' acceptances		-0.4%	-0.4%	-0.4%	-0.4%	-0.3%	-0.2%	-0.3%	-0.4%	-0.3%	-0.4%	0.2%
Gross impaired loans/common equity-goodwill+reserves		13.15%	13.27%	12.69%	14.11%	15.68%	15.88%	13.56%	13.15%	15.68%	14.11%	22.47%
Book value		20.77	20.28	20.22	19.72	19.29	19.53	19.56	20.77	19.29	19.72	19.04
Capital ratios - BIS												
Tier 1		9.5%	9.8%	10.2%	9.6%	10.2%	10.7%	11.1%	9.5%	10.2%	9.6%	9.6%
Total		13.5%	13.9%	14.3%	13.6%	14.2%	14.5%	15.0%	13.5%	14.2%	13.6%	13.1%
Tangible Shareholders' equity / Risk weighted assets		6.27%	6.56%	6.83%	6.59%	7.63%	8.13%	8.31%	6.27%	7.63%	6.59%	7.06%
Number of employees		14,648	14,357	14,545	14,589	14,530	14,246	14,250	14,648	14,530	14,589	14,320
Number of branches in Canada		480	488	491	507	522	522	521	480	522	507	525
Number of ATM'S		814	809	811	826	824	825	828	814	824	826	826

(1): In Q4 2002, the Bank recorded an impairment charge on investment of \$2.0 million (\$1.3 after taxes). Also in Q4 2002, the Bank recorded an amount of \$9.0 million (\$9.7 after taxes) related to the write-off of fixed assets. In Q3 2002, the Bank recorded an impairment charge on investment of \$137.0 million (\$111.9 after taxes). In Q4 2001, the Bank recorded a gain of \$75.8 million on a tax equivalent basis on the sale of the Bank's merchant card services business.

CONSOLIDATED STATEMENT OF INCOME



(unaudited)(thousands)(taxable equivalent basis)	2003				2002				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002	2001
<i>Interest Income and Dividends</i>												
Loans		\$ 483,216	\$ 460,426	\$ 465,791	\$ 475,878	\$ 474,812	\$ 459,554	\$ 496,485	\$1,409,433	\$1,430,851	\$ 1,906,729	\$ 2,492,795
Securities		124,380	126,305	150,533	129,488	115,279	127,475	138,319	401,218	381,073	510,561	599,188
Deposits with regulated financial institutions		31,041	31,651	37,148	36,621	40,477	43,660	53,577	99,840	137,714	174,335	289,560
Total Interest Income and Dividends		638,637	618,382	653,472	641,987	630,568	630,689	688,381	1,910,491	1,949,638	2,591,625	3,381,543
<i>Interest Expense</i>												
Deposits		290,510	234,842	257,359	232,865	240,577	237,711	268,128	782,711	746,416	979,281	1,850,836
Bank debentures		26,127	26,117	27,111	27,130	27,294	27,277	28,087	79,355	82,658	109,788	109,338
Other		17,172	14,551	13,438	21,522	16,900	9,729	10,437	45,161	37,066	58,588	83,265
Total Interest Expense		333,809	275,510	297,908	281,517	284,771	274,717	306,652	907,227	866,140	1,147,657	2,043,439
Tax equivalent adjustment		6,317	10,098	13,342	7,275	12,148	5,172	4,716	29,757	22,036	29,311	50,918
Net Interest Income (teb)		311,145	352,970	368,906	367,745	357,945	361,144	386,445	1,033,021	1,105,534	1,473,279	1,389,022
Other Income (teb)		556,142	444,710	491,724	447,245	308,782	466,142	418,860	1,492,576	1,193,784	1,641,029	1,857,556
Gross Revenues		867,287	797,680	860,630	814,990	666,727	827,286	805,305	2,525,597	2,299,318	3,114,308	3,246,578
Provision for credit losses		45,381	41,102	41,484	52,731	62,046	130,048	60,193	127,967	252,287	305,018	205,148
Provision for credit losses due to revision of estimate		-	-	-	-	-	-	185,000	-	185,000	185,000	-
Non-Interest Expenses		557,958	528,602	548,285	539,965	508,408	491,359	500,712	1,634,845	1,500,479	2,040,444	1,988,818
Income Before Income Taxes		263,948	227,976	270,861	222,294	96,273	205,879	59,400	762,785	361,552	583,846	1,052,612
Income taxes (teb)		96,912	82,700	97,700	75,997	60,457	75,950	23,848	277,312	160,255	236,252	398,398
Income Before Non-Controlling Interest		167,036	145,276	173,161	146,297	35,816	129,929	35,552	485,473	201,297	347,594	654,214
Non-Controlling Interest		6,500	7,134	6,946	7,552	7,175	7,340	7,423	20,580	21,938	29,490	27,420
Net Income before disc. oper. and goodwill charges		\$ 160,536	\$ 138,142	\$ 166,215	\$ 138,745	\$ 28,641	\$ 122,589	\$ 28,129	\$ 464,893	\$ 179,359	\$ 318,104	\$ 626,794
Discontinued operations		1,229	120	(19)	(3,459)	(2,880)	(104)	117,832	1,330	114,848	111,389	(45,459)
Net Income before goodwill charges		\$ 161,765	\$ 138,262	\$ 166,196	\$ 135,286	\$ 25,761	\$ 122,485	\$ 145,961	\$ 466,223	\$ 294,207	\$ 429,493	\$ 581,335
Goodwill charges		-	-	-	-	-	-	71	-	71	71	18,619
Net Income		\$ 161,765	\$ 138,262	\$ 166,196	\$ 135,286	\$ 25,761	\$ 122,485	\$ 145,890	\$ 466,223	\$ 294,136	\$ 429,422	\$ 562,716
Effective Tax Rate		36.7%	36.3%	36.1%	34.2%	62.8%	36.9%	40.1%	36.4%	44.3%	40.5%	37.8%
Dividends on preferred shares		\$ 5,725	\$ 8,165	\$ 4,831	\$ 4,831	\$ 4,831	\$ 4,831	\$ 6,831	\$ 18,721	\$ 16,493	\$ 21,324	\$ 35,376
Dividends on common shares		\$ 48,973	\$ 46,870	\$ 47,555	\$ 44,598	\$ 43,213	\$ 45,763	\$ 40,009	\$ 143,398	\$ 128,985	\$ 173,583	\$ 155,804
Number of common shares (avg.) (in thousands)		175,363	178,348	182,728	183,124	184,134	188,794	190,450	178,813	187,793	186,624	189,925

One-time items⁽¹⁾

Net interest income (teb)		-	-	-	-	-	-	-	-	-	-	-
Other income (teb)		-	-	-	(2,000)	(137,042)	-	-	-	(137,042)	(139,042)	75,800
Provision for credit losses due to revision of estimate		-	-	-	-	-	-	185,000	-	185,000	185,000	-
Non-interest expenses		-	-	-	9,000	-	-	-	-	-	9,000	-

(1): In Q4 2002, the Bank recorded an impairment charge on investment of \$2.0 million (\$1.3 after taxes). Also in Q4 2002, the Bank recorded an amount of \$9.0 million (\$5.7 after taxes) related to the write-off of fixed assets. In Q3 2002, the Bank recorded an impairment charge on investment of \$137.0 million (\$111.9 after taxes). In Q1 2002, the Bank recorded a gain of \$78.5 million on the sale of the Bank's U.S. asset-based lending operation. As a result of this transaction, the Bank also made a reversal of \$65 million of the general allowance for credit loss. These amounts are included in discontinued operations. Also in Q1 2002, the Bank re-assessed the realizable value of its portfolio of impaired loans. As a result a \$185 million provision for credit losses was attributable to an adjustment to the estimated allowances required for the impaired loans portfolio. In Q4 2001, the bank recorded a gain of \$75.8 million on a tax equivalent basis on the sale of the Bank's merchant card services business.

RESULTS OF OPERATIONS AS A PERCENTAGE OF AVERAGE ASSETS


(Taxable equivalent basis)	2003				2002				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002	2001

in % of average assets

Net interest income		1.71	2.06	2.08	2.17	2.10	2.08	2.16	1.95	2.11	2.13	2.01
Other income		3.05	2.60	2.77	2.63	1.81	2.69	2.34	2.81	2.28	2.37	2.68
Provision for credit losses		0.25	0.24	0.23	0.31	0.36	0.75	1.37	0.24	0.84	0.71	0.30
Non-interest expenses		3.06	3.09	3.09	3.18	2.98	2.83	2.80	3.08	2.87	2.94	2.87
Income taxes		0.53	0.48	0.55	0.45	0.36	0.44	0.13	0.52	0.31	0.34	0.58
Non-controlling interest		0.04	0.04	0.04	0.04	0.04	0.04	0.04	0.04	0.04	0.04	0.04
Income before disc. oper. and amort. of goodwill		0.88	0.81	0.94	0.82	0.17	0.71	0.16	0.88	0.34	0.46	0.90
Discontinued operations		0.01	0.00	(0.00)	(0.02)	(0.02)	(0.00)	0.66	0.00	0.22	0.16	0.16
Amortization of goodwill		-	-	-	-	-	-	0.00	-	0.00	0.00	0.02
Net income		0.89	0.81	0.94	0.80	0.15	0.71	0.82	0.88	0.56	0.62	0.89
Average assets (\$000,000)		\$72,274	\$70,110	\$70,320	\$67,348	\$67,790	\$71,071	\$71,016	\$70,910	\$69,947	\$69,292	\$69,197
Average earning assets (\$000,000)		\$65,518	\$62,646	\$63,312	\$64,219	\$61,792	\$64,163	\$64,436	\$63,838	\$63,456	\$63,648	\$61,894

in % of Average Risk-Weighted Assets

Net interest income (teb)		3.48%	3.71%	3.76%	3.75%	3.64%	3.79%	3.90%	3.61%	3.78%	3.77%	3.38%
Net income before amortization of goodwill		1.81%	1.45%	1.69%	1.38%	0.26%	1.28%	1.47%	1.63%	1.00%	1.10%	1.41%
Net income		1.81%	1.45%	1.69%	1.38%	0.26%	1.28%	1.47%	1.63%	1.00%	1.10%	1.37%
Average Risk-Weighted Assets (\$000,000)		\$36,660	\$39,061	\$38,952	\$38,889	\$38,977	\$39,117	\$39,347	\$38,215	\$39,148	\$39,083	\$41,101

Prime rate		4.96%	4.70%	4.50%	4.50%	4.20%	3.79%	4.10%	4.72%	4.03%	4.15%	6.55%
B/A's 30 days		3.25%	2.97%	2.79%	2.83%	2.51%	2.11%	2.40%	3.00%	2.34%	2.46%	4.86%
Spread		1.71%	1.73%	1.71%	1.67%	1.69%	1.68%	1.70%	1.71%	1.69%	1.69%	1.69%

NET INCOME BY SECTOR OF ACTIVITIES


(in millions of dollars) (taxable equivalent basis)	2003				2002				YTD		Full Year
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002
Personal and Commercial Banking											
Net interest income		316	300	312	304	299	289	299	928	887	1,191
Other income		165	147	156	149	159	142	141	468	442	591
Total Income		481	447	468	453	458	431	440	1,396	1,329	1,782
Operating expenses		295	282	273	293	273	273	274	850	820	1,113
Provision for credit losses		52	51	53	53	53	55	58	156	166	219
Earning before income taxes		134	114	142	107	132	103	108	390	343	450
Income taxes		48	42	51	39	48	40	39	141	127	166
Non-controlling interest		-	-	-	-	-	-	-	-	-	-
Earning before discontinued operations		86	72	91	68	84	63	69	249	216	284
Discontinued operations		-	-	-	-	-	-	-	-	-	-
Net Income		86	72	91	68	84	63	69	249	216	284
Net interest margin		3.24%	3.19%	3.23%	3.15%	3.11%	3.10%	3.06%	3.22%	3.09%	3.11%
Expense ratio		61.3%	63.1%	58.3%	62.4%	59.6%	63.3%	62.3%	60.9%	61.7%	62.5%
Average loans and BA's		37,915	37,759	37,531	37,280	37,327	37,579	37,893	37,735	37,600	37,519
Average assets		38,716	38,555	38,342	38,258	38,100	38,261	38,726	38,537	38,363	38,337

(in millions of dollars) (taxable equivalent basis)	2003				2002				YTD		Full Year
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002
Wealth Management											
Net interest income		22	22	23	23	22	22	22	67	66	89
Other income		144	132	139	132	116	135	138	415	389	521
Total Income		166	154	162	155	138	157	160	482	455	610
Operating expenses		132	126	131	130	120	131	124	389	375	505
Provision for credit losses		-	-	-	1	-	-	-	-	-	1
Earning before income taxes		34	28	31	24	18	26	36	93	80	104
Income taxes		12	10	11	7	7	8	12	33	27	34
Non-controlling interest		1	1	1	1	1	1	1	3	3	4
Earning before discontinued operations		21	17	19	16	10	17	23	57	50	66
Discontinued operations		-	-	-	-	-	-	-	-	-	-
Net Income		21	17	19	16	10	17	23	57	50	66
Expense ratio		79.5%	81.8%	80.9%	83.9%	87.0%	83.4%	77.5%	80.7%	82.4%	82.8%
Average loans and BA's		312	312	316	327	344	376	391	313	370	359
Average assets		672	656	672	736	749	794	799	667	781	769

NET INCOME BY SECTOR OF ACTIVITIES


(in millions of dollars) (taxable equivalent basis)	2003				2002				YTD		Full Year
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002
Financial Markets											
Net interest income		15	69	71	83	68	77	92	155	237	320
Other income		217	118	166	117	134	153	105	501	392	509
Total Income		232	187	237	200	202	230	197	656	629	829
Operating expenses		129	117	128	121	103	100	93	374	296	417
Provision for credit losses		9	12	10	9	11	8	13	31	32	41
Earning before income taxes		94	58	99	70	88	122	91	251	301	371
Income taxes		33	21	35	22	33	44	34	89	111	133
Non-controlling interest		-	-	-	-	-	-	-	-	-	-
Earning before discontinued operations		61	37	64	48	55	78	57	162	190	238
Discontinued operations		-	-	-	-	-	-	-	-	-	-
Net Income		61	37	64	48	55	78	57	162	190	238
Expense ratio		55.6%	62.6%	54.0%	60.5%	51.0%	43.5%	47.2%	57.0%	47.1%	50.3%
Average loans and BA's		8,895	8,775	8,292	9,558	7,359	8,865	8,754	8,653	8,320	8,632
Average assets		38,226	36,462	37,222	35,002	35,627	39,028	38,675	37,313	37,763	37,067

NET INCOME BY SECTOR OF ACTIVITIES


(in millions of dollars) (taxable equivalent basis)

	2003				2002				YTD		Full Year
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002
Other Segments											
Net interest income		(40)	(39)	(38)	(42)	(31)	(27)	(27)	(117)	(85)	(127)
Other income		29	48	31	49	(100)	36	35	108	(29)	20
Total Income		(11)	9	(7)	7	(131)	9	8	(9)	(114)	(107)
Operating expenses		2	4	16	(4)	12	(13)	10	22	9	5
Provision for credit losses		(16)	(22)	(22)	(10)	(2)	67	174	(60)	239	229
Earning before income taxes		3	27	(1)	21	(141)	(45)	(176)	29	(362)	(341)
Income taxes		4	9	1	8	(28)	(16)	(61)	14	(105)	(97)
Non-controlling interest		6	6	6	6	7	7	6	18	20	26
Earning before discontinued operations		(7)	12	(8)	7	(120)	(36)	(121)	(3)	(277)	(270)
Discontinued operations		1	-	-	(4)	(3)	-	118	1	115	111
Net Income		(6)	12	(8)	3	(123)	(36)	(3)	(2)	(162)	(159)
Average loans and BA's		(7,477)	(7,492)	(7,797)	(8,946)	(6,881)	(8,349)	(8,295)	(7,590)	(7,836)	(8,116)
Average assets		(5,340)	(5,563)	(5,916)	(6,648)	(6,686)	(7,012)	(7,184)	(5,607)	(6,960)	(6,881)

Total											
Net interest income		313	352	368	368	358	361	386	1,033	1,105	1,473
Other income		555	445	492	447	309	466	419	1,492	1,194	1,641
Total Income		868	797	860	815	667	827	805	2,525	2,299	3,114
Operating expenses		558	529	548	540	508	491	501	1,635	1,500	2,040
Provision for credit losses		45	41	41	53	62	130	245	127	437	490
Earning before income taxes		265	227	271	222	97	206	59	763	362	584
Income taxes		97	82	98	76	60	76	24	277	160	236
Non-controlling interest		7	7	7	7	8	8	7	21	23	30
Earning before discontinued operations		161	138	166	139	29	122	28	465	179	318
Discontinued operations		1	-	-	(4)	(3)	-	118	1	115	111
Net Income		162	138	166	135	26	122	146	466	294	429
Net interest margin		1.72%	2.06%	2.08%	2.17%	2.10%	2.08%	2.16%	1.95%	2.11%	2.13%
Expense ratio		64.3%	66.3%	63.7%	65.0%	63.3%	59.4%	62.2%	64.7%	65.2%	67.1%
Average loans and BA's		39,645	39,354	38,342	38,219	38,149	38,471	38,743	39,111	38,454	38,395
Average assets		72,274	70,110	70,320	67,348	67,790	71,071	71,016	70,910	69,947	69,292



STATEMENT OF INCOME

(\$000)	2003				2002				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002	2001
Net Interest Income		\$ 6,539	\$ 12,952	\$ 8,494	\$ 12,160	\$ 12,603	\$ 11,883	\$ 11,879	\$27,985	\$36,365	\$ 48,525	\$ 94,660
Other Income		199,437	163,456	210,061	179,010	165,092	202,897	162,226	572,954	530,215	709,225	606,078
Commissions		84,017	72,134	85,210	76,285	74,112	89,640	74,404	241,361	238,156	314,441	302,836
Non-Interest Expenses		97,992	93,940	96,691	103,498	84,993	77,541	74,959	288,623	237,493	340,991	321,303
Income Before Income Taxes		23,967	10,334	36,654	11,387	18,590	47,599	24,742	70,955	90,931	102,318	76,599
Income Taxes		8,393	3,931	12,369	330	7,476	17,036	9,938	24,693	34,450	34,780	24,267
Net Income		15,574	6,403	24,285	11,057	11,114	30,563	14,804	46,262	56,481	67,538	52,332

OTHER INCOME AND TRADING REVENUES


(unaudited) (thousands) (taxable equivalent basis)	2003				2002				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4 ⁽¹⁾	Q3 ⁽¹⁾	Q2	Q1	2003	2002	2002	2001 ⁽¹⁾
Other Income												
Deposits and payment service charges		\$ 48,103	\$ 45,881	\$ 46,116	\$ 47,404	\$ 48,405	\$ 45,050	\$ 44,844	\$ 140,100	\$ 138,299	\$ 185,703	\$ 172,661
Commissions on loans and bankers' acceptances		66,750	64,199	68,426	60,138	63,034	60,276	61,176	199,375	184,486	244,624	239,724
Capital market fees		138,393	119,808	136,100	134,329	126,743	150,407	127,634	394,301	404,784	539,113	492,987
Foreign exchange revenues		15,953	18,324	17,355	16,557	18,657	16,191	15,351	51,632	50,199	66,756	60,876
Card service revenues		14,782	11,641	10,475	10,829	13,907	10,825	11,170	36,898	35,902	46,731	79,038
Trust services		25,907	26,279	26,642	24,568	23,598	21,451	20,653	78,828	65,702	90,270	44,996
Mutual funds		26,154	24,804	26,791	27,398	13,889	13,931	14,684	77,749	42,504	69,902	50,772
Securitization		51,093	43,550	54,259	66,613	42,009	49,153	46,271	148,902	137,433	204,046	157,109
Profit & Loss on trading		120,529	55,266	49,825	21,746	35,807	37,294	27,755	225,620	100,856	122,602	227,365
Profit & Loss other than trading		(2,882)	(9,381)	12,909	(6,473)	(119,029)	19,698	7,852	646	(91,479)	(97,952)	71,111
Other		51,360	44,339	42,826	44,136	41,762	41,866	41,470	138,525	125,098	169,234	260,917
Total		\$ 556,142	\$ 444,710	\$ 491,724	\$ 447,245	\$ 308,782	\$ 466,142	\$ 418,860	\$ 1,492,576	\$ 1,193,784	\$ 1,641,029	\$ 1,857,556
As a % of total revenues (TEB)		64.1%	55.8%	57.1%	54.9%	46.3%	56.3%	52.0%	59.1%	51.9%	52.7%	57.2%

(unaudited) (thousands)	2003				2002				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002	2001
Trading revenues												
Net Interest Income		\$ (23,470)	\$ 14,117	\$ 24,297	\$ 23,218	\$ 6,296	\$ 6,432	\$ 15,054	\$ 14,944	\$ 27,782	\$ 51,000	\$ 7,294
Other Income		120,529	55,267	49,825	21,746	35,807	37,294	27,755	225,621	100,856	122,602	227,365
Total		\$ 97,059	\$ 69,384	\$ 74,122	\$ 44,964	\$ 42,103	\$ 43,726	\$ 42,809	\$ 240,565	\$ 128,638	\$ 173,602	\$ 234,659

(1): In Q4 2002, the Bank recorded an impairment charge on investment of \$2.0 million. In Q3 2002, the Bank recorded an impairment charge on investment of \$137.0 million. In Q4 2001, the bank recorded a gain of \$75.8 million on a tax equivalent basis on the sale of the Bank's merchant card services business.

NON-INTEREST EXPENSES


(unaudited) (thousands)	2003				2002				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4 ⁽¹⁾	Q3	Q2	Q1	2003	2002	2002	2001
Non-Interest Expenses												
Salaries and Staff benefits												
Salaries		\$ 198,171	\$ 176,079	\$ 184,539	\$ 187,934	\$ 169,192	\$ 160,569	\$ 168,448	\$ 558,789	\$ 498,209	\$ 686,143	\$ 642,240
Commissions		84,017	72,134	85,210	76,285	74,112	89,640	74,404	241,361	238,156	314,441	302,836
Pension plan and other staff benefits		42,454	44,212	47,625	36,093	36,123	35,840	38,724	134,291	110,687	146,780	118,709
Total Compensation		324,642	292,425	317,374	300,312	279,427	286,049	281,576	934,441	847,052	1,147,364	1,063,785
Premises, Equipment & Furniture												
Rent		25,382	24,496	24,078	21,379	21,746	21,142	21,336	73,956	64,224	85,603	86,448
Taxes & insurance		4,441	5,404	4,052	4,624	4,463	3,882	3,625	13,897	11,970	16,594	15,795
Maintenance, lighting, heating		6,120	7,002	6,221	7,001	5,519	7,520	6,103	19,343	19,142	26,143	23,998
Rental & maintenance of computers		61,334	60,687	62,708	67,401	56,134	57,978	57,430	184,729	171,542	238,943	234,632
Depreciation		12,446	12,577	11,190	22,662	14,378	13,195	12,709	36,213	40,282	62,944	46,264
Total Premises, Equipment & Furniture		109,723	110,166	108,249	123,067	102,240	103,717	101,203	328,138	307,160	430,227	407,137
Other Expenses												
Professional fees		41,433	43,294	42,565	52,293	40,902	37,509	34,726	127,292	113,137	165,430	165,594
Taxes on capital & salaries		10,890	15,868	10,832	10,348	15,562	15,741	15,880	37,590	47,183	57,531	64,332
Travel & business development		21,595	25,604	23,391	31,167	21,454	21,135	17,870	70,590	60,459	91,626	79,619
Other		49,675	41,245	45,874	22,778	48,823	27,208	49,457	136,794	125,488	148,266	208,351
Total Other Expenses		123,593	126,011	122,662	116,586	126,741	101,593	117,933	372,266	346,267	462,853	517,896
TOTAL NON-INTEREST EXPENSES		\$ 557,958	\$ 528,602	\$ 548,285	\$ 539,965	\$ 508,408	\$ 491,359	\$ 500,712	\$ 1,634,845	\$ 1,500,479	\$ 2,040,444	\$ 1,988,818

(1): In Q4 2002, the Bank recorded an amount of \$9.0 million related to the write-off of fixed assets.

PROVISION FOR CREDIT LOSSES



(millions of dollars)	2003				2002				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002	2001
RETAIL		\$15	\$16	\$15					\$46			\$62
SME & AGRIBUSINESS		\$5	\$4	\$5					\$14			
		\$20	\$20	\$20	\$20	\$20	\$22	\$22	\$60	\$64	\$84	\$62
CREDIT CARD		7	8	8	8	7	8	9	23	24	32	35
COMMERCIAL		24	22	24	24	25	23	26	70	74	98	78
CORPORATE		9	12	10	9	11	8	13	31	32	41	29
REAL ESTATE												
CANADA		1	1	1	(2)	1	4	1	3	6	4	3
USA		-	-	-	3	-	(2)	-	-	(2)	1	-
Total Real Estate		1	1	1	1	1	2	1	3	4	5	3
TREASURY		-	-	-	-	-	-	-	-	-	-	2
OTHER ⁽¹⁾		(6)	(12)	(11)	(1)	6	105	182	(29)	293	292	19
CREDIT CARD SECURITIZATION		(10)	(10)	(11)	(8)	(8)	(8)	(8)	(31)	(24)	(32)	(23)
GENERAL		-	-	-	-	-	(30)	-	-	(30)	(30)	-
Total before Sovereign Risk General Reserve		45	41	41	53	62	130	245	127	437	490	205
SOVEREIGN RISK GENERAL RESERVE		-	-	-	-	-	-	-	-	-	-	-
Total		45	41	41	53	62	130	245	127	437	490	205
As a % of loans and BA's											1.12%	0.43%

Note: The provision for credit losses allocated to each business segment is calculated using the anticipated loss methodology. The difference with actual loan losses is posted in the other segment.

(1): Includes a revision of provision estimate of \$185 million in Q1 2002.

CONDENSED CONSOLIDATED BALANCE SHEET



(unaudited)(millions of dollars)	2003				2002				End Of Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2002	2001
Assets										
Cash resources		\$ 6,596	\$ 5,583	\$ 6,432	\$ 6,864	\$ 6,891	\$ 8,332	\$ 9,058	\$ 6,864	\$ 5,832
Securities		21,574	21,393	19,184	20,045	18,465	18,219	19,066	20,045	17,926
Loans										
Residential mortgages		13,781	13,144	12,957	12,863	12,492	12,217	12,258	12,863	11,855
Personal and credit cards		5,996	5,905	5,731	5,548	5,711	5,930	5,620	5,548	5,812
Business and government		19,234	19,589	18,477	20,035	19,742	18,368	18,308	20,035	22,684
Securities purchased under reverse repurchase agreements		3,595	3,419	3,426	2,366	2,671	5,162	4,730	2,366	4,041
Total Loans		42,606	42,057	40,591	40,812	40,616	41,677	40,916	40,812	44,392
Customers' liability under bankers' acceptances		3,344	3,128	3,134	2,988	2,773	3,027	3,033	2,988	3,593
Assets held for disposal		19	225	281	313	415	567	610	313	-
Other assets		4,255	3,405	3,503	3,589	3,140	2,848	3,287	3,589	4,223
Total Assets		\$ 78,394	\$ 75,791	\$ 73,125	\$ 74,611	\$ 72,300	\$ 74,670	\$ 75,970	\$ 74,611	\$ 75,966
Liabilities										
Deposits										
Personal		\$ 23,501	\$ 23,234	\$ 23,000	\$ 22,607	\$ 22,456	\$ 22,572	\$ 22,388	\$ 22,607	\$ 21,857
Business and government		23,173	22,741	21,400	22,582	22,607	21,635	22,121	22,582	23,362
Deposit-taking institutions		4,853	4,209	5,530	6,501	6,227	6,879	6,016	6,501	6,217
Total Deposits		51,527	50,184	49,930	51,690	51,290	51,086	50,525	51,690	51,436
Others										
Acceptances		3,344	3,128	3,134	2,988	2,773	3,027	3,033	2,988	3,593
Other liabilities		17,980	16,864	14,309	14,440	12,600	15,012	16,640	14,440	15,174
Subordinated debentures		1,543	1,553	1,581	1,592	1,600	1,630	1,645	1,592	1,647
Total Others		22,867	21,545	19,024	19,020	16,973	19,669	21,318	19,020	20,414
Shareholders' equity										
Preferred shares		375	500	500	300	300	300	400	300	492
Common shares		1,580	1,583	1,633	1,639	1,637	1,628	1,672	1,639	1,668
Contributed surplus		2	-	-	-	-	-	-	-	-
Retained earnings		2,043	1,979	2,038	1,962	1,897	1,987	2,055	1,962	1,956
Total Shareholders' equity		4,000	4,062	4,171	3,901	3,834	3,915	4,127	3,901	4,116
Total Liabilities & Shareholders' Equity		\$ 78,394	\$ 75,791	\$ 73,125	\$ 74,611	\$ 72,097	\$ 74,670	\$ 75,970	\$ 74,611	\$ 75,966
Mortgage securitization		\$ 4,205	\$ 4,518	\$ 4,673	\$ 4,729	\$ 5,063	\$ 5,161	\$ 5,153	\$ 4,729	\$ 5,343
Credit card securitization		\$ 900	\$ 950	\$ 1,000	\$ 1,200	\$ 950	\$ 950	\$ 950	\$ 1,200	\$ 950
Consumer loans securitization		\$ 185	\$ 235	\$ 290	\$ 348	\$ 417	\$ 534	\$ 591	\$ 348	\$ 687
Direct loans securitization		\$ 515	\$ 515	\$ 515	\$ 515	\$ 515	\$ -	\$ -	\$ 515	\$ -
Mutual funds		\$ 9,320	\$ 9,229	\$ 9,415	\$ 9,440	\$ 5,081	\$ 5,279	\$ 5,101	\$ 9,440	\$ 4,808
Securities - excess of market value over book		\$ 78	\$ 23	\$ 9	\$ (10)	\$ (8)	\$ (61)	\$ (3)	\$ (10)	\$ (27)
Number of shares outstanding (000's)		174,507	175,670	181,563	182,596	183,256	185,109	190,500	182,596	190,331
Domestic Gap < 1 year		613	1,279	730	(177)	578	951	4,369	(177)	(191)
> 1 year		2,521	1,827	2,597	3,409	2,587	2,203	(1,178)	3,409	3132

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY


(unaudited)(millions of dollars)	2003				2002				YTD		End of Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002	2001
Opening balance		4,062	4,171	3,901	3,834	3,915	4,127	4,116	3,901	4,116	4,116	3,828
Prior period adjustments		-	-	-	-	-	-	-	-	-	-	(77)
Issuance (redemption) of common shares		(3)	(50)	(6)	2	9	(44)	4	(59)	(31)	(29)	15
Issuance of preferred shares		-	-	200	-	-	-	-	200	-	-	-
Redemption of preferred shares, Series 10 and 11		(125)	-	-	-	-	(100)	(92)	(125)	(192)	(192)	-
Net income		162	138	166	135	26	122	146	466	294	429	563
Dividends on common shares		(48)	(47)	(48)	(45)	(43)	(46)	(40)	(143)	(129)	(174)	(156)
Dividends on preferred shares		(6)	(8)	(5)	(4)	(5)	(5)	(7)	(19)	(17)	(21)	(35)
Income taxes related to dividends on preferred shares, Series 10,11,12 and 13		-	(1)	-	(1)	-	(1)	-	(1)	(1)	(2)	(2)
Gain (losses) on redemption of subordinated debenture, net of income taxes		-	-	-	-	-	-	-	-	-	-	(28)
Share issuance expenses, net of income taxes		(1)	1	(4)	-	-	-	-	(4)	-	-	-
Unrealized foreign exchange losses, net of income taxes		(1)	(2)	-	-	-	(2)	-	(3)	(2)	(2)	8
Stock options expense		2	-	-	-	-	-	-	2	-	-	-
Premium paid on common shares purchased for cancellation		(42)	(140)	(33)	(20)	(68)	(136)	-	(215)	(204)	(224)	-
Closing balance		4,000	4,062	4,171	3,901	3,834	3,915	4,127	4,000	3,834	3,901	4,116
Shareholders' equity												
Preferred shares		375	500	500	300	300	300	400	375	300	300	492
Common shares		1,580	1,583	1,633	1,639	1,637	1,628	1,672	1,580	1,637	1,639	1,668
Contributed surplus		2	-	-	-	-	-	-	2	-	-	-
Retained earnings		2,043	1,979	2,038	1,962	1,897	1,987	2,055	2,043	1,897	1,962	1,956
Closing balance		4,000	4,062	4,171	3,901	3,834	3,915	4,127	4,000	3,834	3,901	4,116

ASSETS UNDER ADMINISTRATION / MANAGEMENT


(millions of dollars)

	National Bank Trust Inc.	National Bank Financial & Cie.	National Bank Securities Inc.	Altamira	Natcan Investment Management Inc.	National Bank Discount Brokerage	Bank excluding subsidiaries	Total	
								2003	2002

<i>as at July 31, 2003</i>										
Assets under administration										
Institutional	31,062	4,275	-	453	-	-	-	35,790	36,310	
Personal	-	61,202	-	-	-	6,391	-	67,593	59,409	
Mutual funds	5,653	7	5,356	-	-	-	-	11,016	11,032	
Mortgage loans sold to third parties	-	-	-	-	-	-	4,205	4,205	6,196	
Total assets under administration	36,715	65,484	5,356	453	-	6,391	4,205	118,604	112,947	
Assets under management										
Personal	2,205	-	-	-	-	-	-	2,205	2,081	
Managed portfolios	-	1,511	-	-	10,941	2,061	-	14,513	12,701	
Mutual funds	-	-	-	3,964	10,034	-	-	13,998	7,915	
Total assets under management	2,205	1,511	-	3,964	20,975	2,061	-	30,716	22,697	
Total assets under administration / management	38,920	66,995	5,356	4,417	20,975	8,452	4,205	149,320	135,644	

										2002	2001	
<i>as at July 31, 2002</i>												
Assets under administration												
Institutional	31,622	4,688	-	-	-	-	-	36,310	35,080			
Personal	-	53,971	-	-	-	5,438	-	59,409	46,263			
Mutual funds	5,940	11	5,081	-	-	-	-	11,032	9,736			
Mortgage loans sold to third parties	-	1,133	-	-	-	-	5,063	6,196	6,410			
Total assets under administration	37,562	59,803	5,081	-	-	5,438	5,063	112,947	97,489			
Assets under management												
Personal	2,081	-	-	-	-	-	-	2,081	1,956			
Managed portfolios	-	1,200	-	-	9,583	1,918	-	12,701	12,024			
Mutual funds	-	-	-	-	7,915	-	-	7,915	6,217			
Total assets under management	2,081	1,200	-	-	17,498	1,918	-	22,697	20,197			
Total assets under administration / management	39,643	61,003	5,081	-	17,498	7,356	5,063	135,644	117,686			

GROSS IMPAIRED LOANS


(\$ millions)	2003				2002				End Of Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2002	2001
RETAIL SME & AGRIBUSINESS		\$35.5 \$36.1	\$36.3 \$36.1	\$40.9 \$33.1						
		\$71.6	\$72.4	\$74.0	\$89.6	\$102.6	\$138.2	\$159.8	\$89.6	\$251.4
COMMERCIAL		217.0	221.6	233.1	225.3	265.1	258.2	275.7	225.3	398.5
CORPORATE		95.7	84.4	53.9	73.3	166.0	167.0	37.4	73.3	43.5
REAL ESTATE										
-Canada		56.7	59.6	68.6	83.2	74.0	69.6	69.8	83.2	70.4
-United States		-	-	-	-	-	0.4	0.5	-	3.7
Total Real Estate		56.7	59.6	68.6	83.2	74.0	70.0	70.3	83.2	74.1
DISCONTINUED OPERATIONS		-	-	-	-	-	-	-	-	148.7
TREASURY		4.1	4.2	4.5	4.6	4.6	5.2	5.3	4.6	5.3
OTHER		2.0	1.4	2.3	3.1	2.9	8.2	11.5	3.1	10.5
GENERAL ALLOWANCE		-	-	-	-	-	-	-	-	-
PRIVATE RISKS		447.1	443.6	436.4	479.1	615.2	646.8	560.0	479.1	932.0
DESIGNATED COUNTRIES		22.6	23.1	24.3	24.0	24.3	23.3	8.5	24.0	38.2
TOTAL		\$469.7	\$466.7	\$460.7	\$503.1	\$639.5	\$670.1	\$568.5	\$503.1	\$970.2
AS A % OF LOANS AND ACCEPTANCES		1.0%	1.0%	1.1%	1.1%	1.5%	1.5%	1.3%	1.1%	2.0%

	2003				2002				Full Year		
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2001
Opening balance		467	460	503	640	670	568	970	503	970	992
Write-off		(37)	(30)	(72)	(154)	(64)	(80)	(332)	(139)	(630)	(367)
Formation		40	37	29	17	34	182	123	106	356	345
Transfer to assets held for disposal		-	-	-	-	-	-	(193)	-	(193)	-
Closing balance		470	467	460	503	640	670	568	470	503	970

NET IMPAIRED LOANS


(\$ millions)	2003				2002				End Of Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2002	2001
RETAIL SME & AGRIBUSINESS		\$17.3 \$22.1	\$17.5 \$22.5	\$23.5 \$19.0	\$59.4	\$65.5	\$81.6	\$95.8		
		\$39.4	\$40.0	\$42.5	\$59.4	\$65.5	\$81.6	\$95.8	\$59.4	\$210.7
COMMERCIAL		114.1	115.6	118.9	97.2	122.7	129.2	143.9	97.2	210.4
CORPORATE		49.8	33.3	19.1	36.1	49.0	53.2	20.0	36.1	14.5
REAL ESTATE										
-Canada		29.4	35.9	44.9	46.0	36.6	39.7	39.0	46.0	29.2
-United States		-	-	-	-	-	-	-	-	2.8
Total Real Estate		29.4	35.9	44.9	46.0	36.6	39.7	39.0	46.0	32.0
DISCONTINUED OPERATIONS		-	-	-	-	-	-	-	-	117.3
TREASURY		0.1	0.1	3.0	3.0	2.8	2.7	2.8	3.0	2.8
OTHER		(2.8)	(0.4)	-	2.2	2.1	4.3	5.6	2.2	3.3
GENERAL ALLOWANCE		(405.0)	(405.0)	(405.0)	(405.0)	(405.0)	(405.0)	(435.0)	(405.0)	(500.0)
PRIVATE RISKS		(175.0)	(180.5)	(176.6)	(161.1)	(126.3)	(94.3)	(127.9)	(161.1)	91.0
DESIGNATED COUNTRIES		2.7	1.7	1.9	1.9	1.9	1.9	-	1.9	-
TOTAL		\$(172.3)	\$(178.8)	\$(174.7)	\$(159.2)	\$(124.4)	\$(92.4)	\$(127.9)	\$(159.2)	\$ 91.0
AS A % OF LOANS AND ACCEPTANCES		-0.4%	-0.4%	-0.4%	-0.4%	-0.3%	-0.2%	-0.3%	-0.4%	0.2%

INDUSTRY EXPOSURE


Real Estate Outstanding (millions of dollars)	2003				2002			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
CANADA		\$521.0	\$501.0	\$460.0	\$475.0	\$448.0	\$433.0	\$446.0
UNITED STATES		54.0	59.0	66.0	69.0	69.0	93.0	107.0
GROSS TOTAL		575.0	560.0	526.0	544.0	517.0	526.0	553.0
ALLOWANCE FOR LOAN IMPAIRMENT								
- CANADA.		27.3	23.7	23.7	37.2	37.4	29.9	30.8
- U.S.A.		-	-	-	-	-	0.4	0.5
ALLOWANCE FOR LOAN IMPAIRMENT		27.3	23.7	23.7	37.2	37.4	30.3	31.3
NET	\$-	\$547.7	\$536.3	\$502.3	\$506.8	\$479.6	\$495.7	\$521.7

Telecom Outstanding (millions of dollars)	2003				2002			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Cable		\$131	\$136	\$117	\$126	\$122	\$119	\$110
% investment grade		42.75%	41.18%	29.06%	31.75%	29.76%	30.87%	24.73%
% non-investment		57.25%	58.82%	70.94%	68.25%	70.24%	69.13%	75.27%
% of loans and BA's		0.31%	0.33%	0.29%	0.30%	0.30%	0.30%	0.28%
Wireless and Wireline		92	104	162	152	244	243	366
% investment grade		21.74%	30.77%	24.69%	25.66%	42.46%	36.41%	63.21%
% non-investment		78.26%	69.23%	75.31%	74.34%	57.54%	63.59%	36.79%
% of loans and BA's		0.22%	0.25%	0.40%	0.37%	0.60%	0.61%	0.93%
Total		223	240	279	278	366	362	476
% investment grade		34.08%	36.67%	26.52%	28.42%	38.22%	34.59%	54.32%
% non-investment		65.92%	63.33%	73.48%	71.58%	61.78%	65.41%	45.68%
% of loans and BA's		0.53%	0.57%	0.69%	0.67%	0.90%	0.91%	1.21%

Electric Power and Power Generation Outstanding (millions of dollars)	2003				2002			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Regulated Utilities		\$30	\$11	\$2	\$2			
% investment grade		100.00%	100.00%	100.00%	100.00%			
% non-investment		0.00%	0.00%	0.00%	0.00%			
% of loans and BA's		0.07%	0.03%	0.00%	0.00%			
Generation Projects with PPA's		156	137	160	178			
% investment grade		27.56%	39.42%	19.38%	37.64%			
% non-investment		72.44%	60.58%	80.63%	62.36%			
% of loans and BA's		0.37%	0.33%	0.40%	0.43%			
Other Generation Projects		29	34	18	29			
% investment grade		41.38%	47.06%	55.56%	34.48%			
% non-investment		58.62%	52.94%	44.44%	65.52%			
% of loans and BA's		0.07%	0.08%	0.04%	0.07%			
Total		215	182	180	209			
% investment grade		39.53%	44.51%	23.89%	37.80%			
% non-investment		60.47%	55.49%	76.11%	62.20%			
% of loans and BA's		0.51%	0.44%	0.45%	0.50%			

RISK-ADJUSTED CAPITAL RATIOS


(millions of dollars)	2003				2002			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Tier I capital								
Common shareholders' equity		\$3,622	\$3,562	\$3,671	\$3,601	\$3,534	\$3,615	\$3,727
Non-cum. preferred shares, permanent		375	500	500	300	300	300	400
Non-controlling interest		3	3	2	19	18	17	18
Innovative instruments		421	430	456	467	475	471	476
Less: goodwill		660	660	660	661	352	284	284
Total Tier I		\$3,761	\$3,835	\$3,969	\$3,726	\$3,975	\$4,119	\$4,337
Tier II capital								
Cumulative preferred shares		\$-	\$-	\$-	\$-	\$-	\$-	\$-
Bank debentures		1,470	1,478	1,505	1,524	1,540	1,570	1,585
General provision		347	341	340	341	341	338	341
Total Tier II		\$1,817	\$1,819	\$1,845	\$1,865	\$1,881	\$1,908	\$1,926
Other deductions		243	243	251	296	297	407	431
TOTAL CAPITAL		\$5,335	\$5,411	\$5,563	\$5,295	\$5,559	\$5,620	\$5,832
Risk-adjusted balance sheet items								
Cash resources		\$1,303	\$1,186	\$1,333	\$1,421	\$1,405	\$1,702	\$1,915
Securities		2,706	2,659	2,947	2,336	2,213	2,215	2,433
Mortgage loans		4,343	4,039	4,108	3,971	3,787	3,601	3,634
Other loans		19,064	19,639	18,645	19,818	20,683	19,733	19,530
Other assets		5,915	5,376	5,330	5,117	4,568	4,900	4,935
Total Risk-adjusted balance sheet items		\$33,331	\$32,899	\$32,363	\$32,663	\$32,656	\$32,151	\$32,447
Risk-adjusted off-balance sheet items								
Commitments to extend credit								
L/G, L/C and trans.-related contingent		641	866	918	750	802	984	816
Commitments to extend credit		3,914	3,651	3,957	3,873	3,901	3,961	4,086
Interest rate contracts		115	115	145	161	119	101	110
Foreign exchange contracts		209	217	183	221	283	261	322
Equity-linked contracts		136	109	92	96	51	68	85
Commodity		72	80	101	65	64	58	57
Total Risk-adjusted off-balance sheet items		\$5,087	\$5,038	\$5,396	\$5,166	\$5,220	\$5,433	\$5,476
Risk-adjusted market risk items		\$1,242	\$1,124	\$1,193	\$1,149	\$1,164	\$1,086	\$1,061
TOTAL RISK-ADJUSTED ASSETS		\$39,660	\$39,061	\$38,952	\$38,978	\$39,040	\$38,670	\$38,984
Risk-adjusted ratios								
Tier I		9.5%	9.8%	10.2%	9.6%	10.2%	10.7%	11.1%
Total		13.5%	13.9%	14.3%	13.6%	14.2%	14.5%	15.0%



(millions of dollars)

	2003				2002				End Of Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2002	2001
FOREIGN EXCHANGE RELATED CONTRACTS										
Swaps		33,417	38,000	32,996	41,174	41,789	41,438	43,935	41,174	31,278
Options		7,370	5,642	6,261	7,607	7,366	6,246	8,374	7,607	9,636
- purchased										
- sold		7,748	4,964	5,605	7,096	7,667	5,305	7,593	7,096	8,075
Futures		5,683	6,862	7,368	7,340	7,567	6,855	8,877	7,340	8,854
<i>Total Notional Amount</i>		<i>54,218</i>	<i>55,468</i>	<i>52,230</i>	<i>63,217</i>	<i>64,389</i>	<i>59,844</i>	<i>68,779</i>	<i>63,217</i>	<i>57,843</i>
Replacement cost (1)		451	445	267	314	430	302	419	314	538
Future credit risk		440	436	415	502	517	490	614	502	602
Credit equivalent (2)		892	880	682	815	947	792	1,033	815	1,141
Risk-weighted equivalent		209	217	183	221	283	261	322	221	374
INTEREST RATE RELATED CONTRACTS										
Swaps		84,595	93,448	70,539	67,820	63,871	69,890	72,202	67,820	64,011
Options		48,728	43,203	34,197	33,917	33,988	35,239	31,786	33,917	30,351
- purchased										
- sold		50,337	47,397	44,494	59,700	31,929	35,669	40,629	59,700	53,561
Futures		5,166	3,606	3,663	8,561	2,962	5,727	5,004	8,561	4,531
<i>Total Notional Amount</i>		<i>188,826</i>	<i>187,654</i>	<i>152,893</i>	<i>169,998</i>	<i>132,750</i>	<i>146,525</i>	<i>149,621</i>	<i>169,998</i>	<i>152,454</i>
Replacement cost (1)		471	479	560	579	458	314	354	579	392
Future credit risk		174	165	151	140	134	128	125	140	112
Credit equivalent (2)		645	643	712	720	592	442	479	720	504
Risk-weighted equivalent		115	115	145	161	119	101	109	161	106
FINANCIAL FUTURES										
<i>Total Notional Amount</i>		<i>20,007</i>	<i>22,123</i>	<i>14,890</i>	<i>14,273</i>	<i>9,939</i>	<i>16,762</i>	<i>13,286</i>	<i>14,273</i>	<i>17,520</i>
EQUITY AND COMMODITY CONTRACTS										
<i>Total Notional Amount</i>		<i>12,924</i>	<i>7,816</i>	<i>11,111</i>	<i>5,044</i>	<i>3,621</i>	<i>4,086</i>	<i>13,901</i>	<i>5,044</i>	<i>7,759</i>
Replacement cost (1)		310	347	411	345	104	130	143	345	133
Future credit risk		523	346	269	257	249	231	690	257	325
Credit equivalent (2)		833	693	679	602	353	361	833	602	458
Risk-weighted equivalent		208	189	193	161	116	127	143	161	148
TOTAL DERIVATIVES										
<i>Total Notional Amount</i>		<i>275,975</i>	<i>273,061</i>	<i>231,124</i>	<i>252,532</i>	<i>210,699</i>	<i>227,217</i>	<i>245,587</i>	<i>252,532</i>	<i>235,576</i>
Replacement cost (1)		1,232	1,271	1,238	1,238	992	746	916	1,238	1,063
Future credit risk		1,137	947	835	899	900	849	1,429	899	1,039
Credit equivalent (2)		2,370	2,216	2,073	2,137	1,892	1,595	2,345	2,137	2,103
Risk-weighted equivalent		532	521	521	543	518	489	574	543	628

(1) Gross positive replacement cost after permissible netting

(2) Taking into account permissible netting

SHAREHOLDERS' INFORMATION


	2003				2002			
	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 (Debentures)		A(Low)	A(Low)	A(Low)	A(Low)	A(Low)	A(Low)	A(Low)
Fitch (Long-Term)		A+	A+	A+	A+	A+	A+	A+

Stock Trading Range and Other Information

High		\$ 37.41	\$ 35.15	\$ 33.10	\$ 32.50	\$ 33.73	\$ 34.93	\$ 30.07
Low		\$ 34.55	\$ 31.26	\$ 29.95	\$ 27.00	\$ 29.01	\$ 29.14	\$ 24.70
Close		\$ 35.38	\$ 34.90	\$ 31.76	\$ 29.39	\$ 31.60	\$ 33.40	\$ 30.00
Number of registered shareholders		27,997	28,189	28,402	28,549	28,750	29,101	29,476

Valuation

Market Capitalization (in millions of \$)		\$ 6,174	\$ 6,131	\$ 5,766	\$ 5,366	\$ 5,791	\$ 6,183	\$ 5,715
P/E Ratio (Trailing 4 Quarters)		11.02	14.30	13.63	13.48	14.50	12.10	10.60
Market price/Book value		1.70	1.72	1.57	1.49	1.64	1.71	1.53
Dividend payout (trailing 4 quarters)		32.40%	40.98%	42.06%	42.66%	41.28%	31.52%	29.68%
Dividend yield (annualized)		3.17%	2.98%	3.27%	3.27%	3.04%	2.87%	2.80%

The Common Shares of the Bank as well as the First Preferred , Series 13, and Series 15 are listed on the Toronto stock exchange. The ticker symbols and newspaper abbreviations for the Bank's shares listed are as follow:

	Ticker Symbol	Newspaper Abbreviations Toronto
Common Shares	NA	National Bk
First Preferred Shares		
Series 13	NA.PR.J	Natl Bk 13
Series 15	NA.PR.K	Natl Bk 15



VaR - Global Trading - Q2 2003 to Q3 2003 (Maximum 1-day loss at 99%)

