TD Bank Financial Group

SUPPLEMENTAL FINANCIAL INFORMATION

For the 2nd Quarter Ended April 30, 2008

Investor Relations Department

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For the 2nd Quarter ended April 30, 2008

The supplemental information contained in this package is designed to improve the readers' understanding of the financial performance of TD Bank Financial Group (the Bank). This information should be used in conjunction with the Bank's Q2 2008 Report to Shareholders, and Investor Presentation, as well as the 2007 audited Consolidated Financial Statements for the year ended October 31, 2007.

How the Bank Reports

The Bank prepares its financial statements in accordance with Canadian generally accepted accounting principles (GAAP) and refers to results prepared in accordance with GAAP as the "reported basis" or "reported" results. The Bank also utilizes non-GAAP financial measures referred to as "adjusted basis" or "adjusted" results to assess each of its businesses and to measure overall Bank performance. To arrive at adjusted results, the Bank removes items of note, net of income taxes, from reported results. The items of note relate to items which management does not believe are indicative of underlying business performance. The items of note are listed on page 3 of this package. The items of note include the Bank's amortization of intangible assets, which primarily relate to the Canada Trust acquisition in 2000, the TD Banknorth Inc. (TD Banknorth) acquisition in 2005 and its privatization in 2007, and the acquisitions by TD Banknorth of Hudson United Bancorp (Hudson) in 2006 and Interchange Financial Services Corporation (Interchange) in 2007, and the amortization of intangibles included in equity in net income of TD Ameritrade. The Bank believes that adjusted results provides the reader with a better understanding of how management views the Bank's performance.

As explained, adjusted results are different from reported results determined in accordance with GAAP. Adjusted results, items of note and related terms are non-GAAP financial measures as these are not defined terms under GAAP and, therefore, may not be comparable to similar terms used by other issuers. A reconciliation between the Bank's reported and adjusted results is provided on page 6 of the Bank's Q2 2008 Report to Shareholders.

Segmented Information

For management reporting purposes, the Bank's operations and activities are organized into the following four operating business segments: Canadian Personal and Commercial Banking, Wealth Management (including TD Ameritrade), U.S. Personal and Commercial Banking and Wholesale Banking. The Bank's other activities are grouped into the Corporate segment.

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

The Bank measures and evaluates the performance of each segment based on adjusted net income available to common shareholders, economic profit and return on invested capital. Economic profit is adjusted net income available to common shareholders, less a charge for average invested capital. Each segment's invested capital represents the capital required for economic risks, including credit, market and operational risks, plus the purchased amounts of goodwill and intangible assets, net of impairment write downs. Return on invested capital is adjusted net income available to common shareholders, divided by average invested capital. Economic profit and return on invested capital are not defined terms under GAAP and, therefore, may not be comparable to similar terms used by other issuers. A reconciliation between the Bank's economic profit, return on invested capital and adjusted net income is provided on page 7 of the Bank's Q2 2008 Report to Shareholders.

Amortization of intangible expense is included in the Corporate segment. Accordingly, net income for the operating business segments is presented before amortization of intangibles, as well as any other items of note not attributed to the operating segments, including those items which management does not consider to be in the control of the business segments. Net interest income within Wholesale Banking is calculated on a taxable equivalent basis (TEB), which means that the value of the non-taxable or tax-exempt income, including dividends, is adjusted to its equivalent before-tax value. Using TEB allows the Bank to measure income from all securities and loans consistently and makes for a more meaningful comparison of net interest income with similar institutions. The TEB adjustment, reflected in the Wholesale Banking segment, is eliminated in the Corporate segment.

As stated in the 2007 audited Consolidated Financial Statements, the Bank securitizes retail loans and receivables held by the Canadian Personal and Commercial Banking segment in transactions that are accounted for as sales. For the purpose of segmented reporting, Canadian Personal and Commercial Banking accounts for the transactions as though they are financing arrangements. Accordingly, the interest income earned on the assets sold net of the funding costs incurred by the purchaser trusts is recorded in net interest income and the provision for credit losses related to these assets is charged to provision for (reversal of) credit losses. This accounting is reversed in the Corporate segment and the gain recognized on sale which is in compliance with appropriate accounting standards together with income earned on the retained interests net of credit losses incurred are included in other income.

For more information, see the "Business Focus" section of the 2007 Annual Report and Note 27 to the 2007 audited Consolidated Financial Statements.

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

Highlights

TD Bank Financial Group

FOR THE PERIOD ENDED		LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2	Year to Date 2008	Year to Date 2007	Full Year 2007	Full Year 2006
Income statement ($millions)															
Net interest income	(page 10)	1	**$ 1,858**	$ 1,788	$ 1,808	$ 1,783	$ 1,662	$ 1,671	$ 1,714	$ 1,623	$ 1,427	**$ 3,646**	$ 3,333	$ 6,924	$ 6,371
Other income	(page 11)	2	**1,530**	1,816	1,742	1,899	1,882	1,834	1,604	1,688	1,712	**3,346**	3,716	7,357	6,821
Total revenue		3	**3,388**	3,604	3,550	3,682	3,544	3,505	3,318	3,311	3,139	**6,992**	7,049	14,281	13,192
Dilution gain (loss) on investments, net of costs		4	**-**	-	-	-	-	-	-	-	(5)	**-**	-	-	1,559
Provision for (reversal of) credit losses	(page 20)	5	**232**	255	139	171	172	163	170	109	16	**487**	335	645	409
Non-interest expenses	(page 12)	6	**2,206**	2,228	2,241	2,216	2,297	2,221	2,211	2,170	2,124	**4,434**	4,518	8,975	8,815
Net income before provision for income taxes		7	**950**	1,121	1,170	1,295	1,075	1,121	937	1,032	994	**2,071**	2,196	4,661	5,527
Provision for income taxes		8	**160**	235	153	248	234	218	175	235	244	**395**	452	853	874
Income before non-controlling interests in subsidiaries		9	**790**	886	1,017	1,047	841	903	762	797	750	**1,676**	1,744	3,808	4,653
Non-controlling interests in subsidiaries	(page 23)	10	**9**	8	8	13	27	47	48	52	47	**17**	74	95	184
Equity in net income of an associated company, net of income taxes	(page 23)	11	**71**	92	85	69	65	65	48	51	35	**163**	130	284	134
Net income - reported		12	**852**	970	1,094	1,103	879	921	762	796	738	**1,822**	1,800	3,997	4,603
Adjustment for items of note, net of income taxes	(page 3)	13	**121**	90	(73)	61	116	88	113	90	42	**211**	204	192	(1,227)
Net income - adjusted		14	**973**	1,060	1,021	1,164	995	1,009	875	886	780	**2,033**	2,004	4,189	3,376
Preferred dividends		15	**11**	8	5	2	7	6	5	6	6	**19**	13	20	22
Net income available to common shareholders - adjusted		16	**$ 962**	$ 1,052	$ 1,016	$ 1,162	$ 988	$ 1,003	$ 870	$ 880	$ 774	**$ 2,014**	$ 1,991	$ 4,169	$ 3,354
Per common share[1] and average number of shares															
Basic net income - reported		17	**$ 1.12**	$ 1.34	$ 1.52	$ 1.53	$ 1.21	$ 1.27	$ 1.05	$ 1.10	$ 1.02	**$ 2.46**	$ 2.49	$ 5.53	$ 6.39
- adjusted		18	**1.33**	1.46	1.42	1.61	1.37	1.40	1.21	1.22	1.10	**2.79**	2.77	5.80	4.70
Diluted net income - reported		19	**1.12**	1.33	1.50	1.51	1.20	1.26	1.04	1.09	1.01	**2.44**	2.46	5.48	6.34
- adjusted		20	**1.32**	1.45	1.40	1.60	1.36	1.38	1.20	1.21	1.09	**2.77**	2.74	5.75	4.66
Average number of common shares outstanding - basic (millions)		21	**747.7**	718.3	717.3	719.5	719.1	718.3	719.7	719.1	715.7	**732.9**	718.7	718.6	716.8
- diluted		22	**753.7**	724.6	724.4	726.9	725.9	724.9	726.0	724.7	722.5	**739.0**	725.4	725.5	723.0
Balance sheet ($billions)															
Total assets	(page 13)	23	**$ 503.6**	$ 435.2	$ 422.1	$ 403.9	$ 396.7	$ 408.2	$ 392.9	$ 385.8	$ 388.6	**$ 503.6**	$ 396.7	$ 422.1	$ 392.9
Total shareholders' equity	(page 21)	24	**30.6**	22.9	21.4	21.0	21.8	21.0	19.6	19.4	19.3	**30.6**	21.8	21.4	19.6
Unrealized gain (loss) on banking book equities[2] ($millions)	(page 14)	25	**746**	901	1,236	1,010	1,027	990	774	707	706	**746**	1,027	1,236	774
Capital and risk metrics ($billions)															
Risk-weighted assets (RWA)[3]	(pages 26 and 27)	26	**$ 178.6**	$ 145.9	$ 152.5	$ 150.8	$ 149.4	$ 149.1	$ 141.9	$ 139.1	$ 135.8	**$ 178.6**	$ 149.4	$ 152.5	$ 141.9
Tier 1 capital[3]	(pages 25 and 27)	27	**16.3**	15.9	15.6	15.4	14.7	17.7	17.1	16.8	16.4	**16.3**	14.7	15.6	17.1
Tier 1 capital ratio[3]	(pages 25 and 27)	28	**9.1 %**	10.9 %	10.3 %	10.2 %	9.8 %	11.9 %	12.0 %	12.1 %	12.1 %	**9.1 %**	9.8 %	10.3 %	12.0 %
Total capital ratio[3]	(pages 25 and 27)	29	**12.7**	15.1	13.0	13.3	12.3	14.1	13.1	13.2	14.1	**12.7**	12.3	13.0	13.1
After-tax impact of 1% increase in interest rates on															
Common shareholders' equity ($millions)		30	**$ 51**	$ -	$ (10)	$ (20)	$ (33)	$ 5	$ (20)	$ (14)	$ 2	**$ 51**	$ (33)	$ (10)	$ (20)
Annual net income ($millions)		31	**(26)**	(24)	(6)	(18)	(10)	2	(4)	-	12	**(26)**	(10)	(6)	(4)
Impaired loans net of specific provisions ($millions)	(page 18)	32	**654**	554	366	379	372	314	270	245	244	**654**	372	366	270
Impaired loans net of specific allowance as a % of net loans	(page 18)	33	**.3 %**	.3 %	.2 %	.2 %	.2 %	.2 %	.2 %	.1 %	.1 %	**.3 %**	.2 %	.2 %	.2 %
Provision for credit losses as a % of net average loans		34	**.49**	.57	.30	.39	.41	.38	.40	.26	.04	**.53**	.39	.37	.25
Rating of senior debt: Moody's		35	**Aaa**	Aaa	Aaa	Aaa	Aaa	Aa3	Aa3	Aa3	Aa3	**Aaa**	Aaa	Aaa	Aa3
Standard and Poor's		36	**AA-**	AA-	AA-	AA-	AA-	A+	A+	A+	A+	**AA-**	AA-	AA-	A+

[1] Earnings per share (EPS) is computed by dividing net income available to common shareholders by the weighted average number of shares outstanding during the period. As a result, the sum of the quarterly EPS figures may not equal the year-to-date EPS.

[2] Includes unrealized gains (losses) on publicly traded available-for-sale securities which are included in other comprehensive income.

[3] Effective November 1, 2007, the Bank implemented guidelines of the Office of the Superintendent of Financial Institutions Canada (OSFI) under the "International Convergence of Capital Measurement and Capital Standards - A Revised Framework" (Basel II), issued by the Basel Committee on Banking Supervision. Accordingly, the numbers for 2008 are based on Basel II, while all prior period numbers are based on Basel I Capital Accord (Basel I).

Shareholder Value

TD Bank Financial Group

FOR THE PERIOD ENDED	LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2	Year to Date 2008	Year to Date 2007	Full Year 2007	Full Year 2006
Business performance ($millions)														
Net income available to common shareholders - reported	1	**$ 841**	$ 962	$ 1,089	$ 1,101	$ 872	$ 915	$ 757	$ 790	$ 732	**$ 1,803**	$ 1,787	$ 3,977	$ 4,581
Economic profit [1]	2	**283**	462	430	578	421	442	326	347	271	**735**	864	1,876	1,309
Average common equity	3	**25,593**	21,221	20,808	20,771	20,940	19,969	19,069	18,692	18,183	**23,599**	20,435	20,572	17,983
Average invested capital [2]	4	**29,675**	25,236	24,749	24,628	24,724	23,684	22,710	22,270	21,694	**27,648**	24,185	24,397	21,523
Return on common equity	5	**13.4 %**	18.0 %	20.8 %	21.0 %	17.1 %	18.2 %	15.7 %	16.8 %	16.5 %	**15.4 %**	17.6 %	19.3 %	25.5 %
Adjusted return on common equity [3]	6	**15.3**	19.7	19.4	22.2	19.4	19.9	18.1	18.7	17.5	**17.2**	19.6	20.3	18.7
Return on invested capital [4]	7	**13.2**	16.6	16.3	18.7	16.4	16.8	15.2	15.7	14.6	**14.6**	16.6	17.1	15.6
Return on risk-weighted assets [5, 6]	8	**2.41**	2.92	2.66	3.07	2.72	2.74	2.46	2.54	2.34	**2.61**	2.74	2.80	2.46
Efficiency ratio - reported	9	**65.1**	61.8	63.1	60.2	64.8	63.4	66.6	65.5	67.8	**63.4**	64.1	62.8	59.8
Effective tax rate	10	**16.8**	21.0	13.1	19.2	21.8	19.4	18.7	22.8	24.5	**19.1**	20.6	18.3	15.8
Net interest margin	11	**2.11**	2.01	2.10	2.15	2.03	1.97	2.12	2.05	1.84	**2.06**	2.00	2.06	2.02
Average number of full-time equivalent staff	12	**52,126**	52,160	51,341	51,085	51,037	51,185	51,282	51,400	50,484	**52,143**	51,113	51,163	51,147
Number of domestic retail outlets at period end [7]	13	**1,111**	1,109	1,104	1,091	1,082	1,075	1,073	1,051	1,052	**1,111**	1,082	1,104	1,073
Number of U.S. retail outlets at period end [7]	14	**1,115**	642	644	643	664	665	648	650	660	**1,115**	664	644	648
Number of retail brokerage offices at period end	15	**252**	212	211	210	209	207	208	206	204	**252**	209	211	208
Common share performance														
Closing market price	16	**$ 66.11**	$ 68.01	$ 71.35	$ 68.26	$ 67.80	$ 69.88	$ 65.10	$ 57.75	$ 62.45	**$ 66.11**	$ 67.80	$ 71.35	$ 65.10
Book value per common share	17	**36.70**	30.69	29.23	28.65	29.66	28.64	26.77	26.36	26.24	**36.70**	29.66	29.23	26.77
Closing market price to book value	18	**1.80**	2.22	2.44	2.38	2.29	2.44	2.43	2.19	2.38	**1.80**	2.29	2.44	2.43
Price earnings ratio - reported [8]	19	**12.1**	12.3	13.0	13.6	14.8	15.9	10.3	9.4	11.1	**12.1**	14.8	13.0	10.3
- adjusted	20	**11.5**	11.7	12.4	12.3	13.2	14.3	14.0	12.8	14.4	**11.5**	13.2	12.4	14.0
Total market return on common shareholders' investment [9]	21	**.8 %**	.5 %	13.0 %	21.7 %	11.8 %	18.6 %	20.3 %	6.4 %	27.7 %	**.8 %**	11.8 %	13.0 %	20.3 %
Number of common shares outstanding (millions)	22	**802.9**	719.0	717.8	718.3	719.9	719.0	717.4	720.8	718.8	**802.9**	719.9	717.8	717.4
Total market capitalization ($billions)	23	**$ 53.1**	$ 48.9	$ 51.2	$ 49.0	$ 48.8	$ 50.2	$ 46.7	$ 41.6	$ 44.9	**53.1**	48.8	$ 51.2	$ 46.7
Dividend performance														
Dividend per common share	24	**$ 0.59**	$ 0.57	$ 0.57	$ 0.53	$ 0.53	$ 0.48	$ 0.48	$ 0.44	$ 0.44	**$ 1.16**	$ 1.01	$ 2.11	$ 1.78
Dividend yield [10]	25	**3.5 %**	3.2 %	3.0 %	2.9 %	2.8 %	2.7 %	2.8 %	2.9 %	2.6 %	**3.4 %**	2.8 %	3.0 %	2.9 %
Common dividend payout ratio [11] - reported	26	**56.2**	42.6	37.6	34.6	43.8	37.7	45.8	40.0	43.0	**49.0**	40.7	38.1	27.9
- adjusted	27	**49.2**	39.0	40.3	32.8	38.7	34.4	39.9	35.9	40.7	**43.8**	36.5	36.4	38.1

[1] Economic profit is adjusted net income available to common shareholders less a charge for average invested capital. The rate charged for invested capital is 9.3% in 2008, 9.4% in 2007 and 9.5% in 2006.

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

[3] Adjusted return on common equity is adjusted net income available to common shareholders divided by average common equity.

[4] Return on invested capital is adjusted net income available to common shareholders divided by average invested capital.

[5] Return on risk-weighted assets is adjusted net income available to common shareholders divided by average RWA.

[6] Effective November 1, 2007, the Bank implemented OSFI's guidelines under Basel II. Accordingly, the average RWA, on which the return is based, for 2008 is calculated based on Basel II, while all prior period returns are calculated based on Basel I.

[7] Includes retail bank outlets, private client centre branches, and estates and trusts branches.

[8] Closing common share price divided by diluted net income per common share for trailing 4 quarters.

[9] Total shareholder return includes the year-over-year change in share price and assumes that dividends received were invested in additional common shares.

[10] Dividends per common share for trailing 4 quarters divided by average of high and low common share prices for the period.

[11] The calculations for common dividend payout ratio for Q2 2008 and year to date 2008 took into account the shares issued on the acquisition of Commerce and the dividend paid on those shares. Excluding those shares and the dividend on those shares, the common dividend payout ratio would have been 50.4% reported and 44.1% adjusted for Q2 2008 and 46.3% reported and 41.4% adjusted for year to date 2008.

FOR THE PERIOD ENDED	LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2	Year to Date 2008	Year to Date 2007	Full Year 2007	Full Year 2006
Items of note affecting net income ($ millions)														
Amortization of intangibles	1	**$ 92**	$ 75	$ 99	$ 91	$ 80	$ 83	$ 87	$ 61	$ 86	**$ 167**	$ 163	$ 353	$ 316
Gain relating to restructuring of Visa[2]	2	**-**	-	(135)	-	-	-	-	-	-	**-**	-	(135)	-
Dilution gain on Ameritrade transaction, net of costs	3	**-**	-	-	-	-	-	-	-	5	**-**	-	-	(1,665)
Dilution loss on the acquisition of Hudson by TD Banknorth	4	**-**	-	-	-	-	-	-	-	-	**-**	-	-	72
Wholesale Banking restructuring charge	5	**-**	-	-	-	-	-	-	-	-	**-**	-	-	35
Balance sheet restructuring charge in TD Banknorth	6	**-**	-	-	-	-	-	-	-	-	**-**	-	-	19
TD Banknorth restructuring, privatization and merger-related charges[3]	7	**-**	-	-	-	43	-	-	-	-	**-**	43	43	-
Restructuring and integration charges relating to the Commerce acquisition[4]	8	**30**	-	-	-	-	-	-	-	-	**30**	-	-	-
Change in fair value of credit default swaps hedging the corporate loan book, net of provision for credit losses[5]	9	**(1)**	(25)	2	(30)	(7)	5	8	5	(10)	**(26)**	(2)	(30)	(7)
Other tax items[6]	10	**-**	20	-	-	-	-	-	24	-	**20**	-	-	24
Provision for insurance claims[7]	11	**-**	20	-	-	-	-	-	-	-	**20**	-	-	-
Initial set up of specific allowance for credit card and overdraft loans	12	**-**	-	-	-	-	-	18	-	-	**-**	-	-	18
General allowance release	13	**-**	-	(39)	-	-	-	-	-	(39)	**-**	-	(39)	(39)
Total	14	**$ 121**	$ 90	$ (73)	$ 61	$ 116	$ 88	$ 113	$ 90	$ 42	**$ 211**	$ 204	$ 192	$ (1,227)
Items of note affecting diluted earnings per share ($)[8]														
Amortization of intangibles	15	**$ 0.12**	$ 0.09	$ 0.14	$ 0.13	$ 0.11	$ 0.11	$ 0.12	$ 0.08	$ 0.11	**$ 0.23**	$ 0.22	$ 0.49	$ 0.42
Gain relating to restructuring of Visa[2]	16	**-**	-	(0.19)	-	-	-	-	-	-	**-**	-	(0.19)	-
Dilution gain on Ameritrade transaction, net of costs	17	**-**	-	-	-	-	-	-	-	0.01	**-**	-	-	(2.30)
Dilution loss on the acquisition of Hudson by TD Banknorth	18	**-**	-	-	-	-	-	-	-	-	**-**	-	-	0.10
Wholesale Banking restructuring charge	19	**-**	-	-	-	-	-	-	-	-	**-**	-	-	0.05
Balance sheet restructuring charge in TD Banknorth	20	**-**	-	-	-	-	-	-	-	-	**-**	-	-	0.03
TD Banknorth restructuring, privatization and merger-related charges[3]	21	**-**	-	-	-	0.06	-	-	-	-	**-**	0.06	0.06	-
Restructuring and integration charges relating to the Commerce acquisition[4]	22	**0.04**	-	-	-	-	-	-	-	-	**0.04**	-	-	-
Change in fair value of credit default swaps hedging the corporate loan book, net of provision for credit losses[5]	23	**-**	(0.03)	-	(0.04)	(0.01)	0.01	0.01	0.01	(0.01)	**(0.04)**	-	(0.04)	(0.01)
Other tax items[6]	24	**-**	0.03	-	-	-	-	-	0.03	-	**0.03**	-	-	0.03
Provision for insurance claims[7]	25	**-**	0.03	-	-	-	-	-	-	-	**0.03**	-	-	-
Initial set up of specific allowance for credit card and overdraft loans	26	**-**	-	-	-	-	-	0.03	-	-	**-**	-	-	0.03
General allowance release	27	**-**	-	(0.05)	-	-	-	-	-	(0.05)	**-**	-	(0.05)	(0.05)
TD Ameritrade timing impact	28	**-**	-	-	-	-	-	-	-	0.02	**-**	-	-	0.02
Commerce timing impact[9]	29	**0.04**	-	-	-	-	-	-	-	-	**0.04**	-	-	-
Total	30	**$ 0.20**	$ 0.12	$ (0.10)	$ 0.09	$ 0.16	$ 0.12	$ 0.16	$ 0.12	$ 0.08	**$ 0.33**	$ 0.28	$ 0.27	$ (1.68)

[1] The adjustment for items of note, net of income taxes, is removed from reported earnings to compute adjusted earnings.

[2] As part of the global restructuring of Visa USA Inc., Visa Canada Association and Visa International Service Association, which closed on October 3, 2007 (restructuring date), the Bank received shares of the new global entity (Visa Inc.) in exchange for the Bank's membership interest in Visa Canada Association. As required by the accounting standards, the shares the Bank received in Visa Inc. were measured at fair value and an estimated gain of $135 million after tax was recognized in the Corporate segment, based on results of an independent valuation of the shares. The gain may be subject to further adjustment based on the finalization of the Bank's ownership percentage in Visa Inc.

[3] The TD Banknorth restructuring, privatization and merger-related charges include the following: $39 million TD Banknorth restructuring, privatization and merger-related charges included in U.S. Personal and Commercial Banking (for details, see footnote 3 on page 7 and the reconciliation of non-GAAP financial measures table in the second quarter 2007 Report to Shareholders); and $4 million restructuring charge related to the transfer of functions from TD Bank USA, N.A. (TD Bank USA) to TD Banknorth, included in the Corporate segment.

[4] As a result of the acquisition of Commerce Bancorp, Inc. (Commerce) and related restructuring and integration initiatives undertaken, the Bank incurred restructuring and integration charges. Restructuring charges consisted of employee severance costs, the costs of amending certain executive employment and award agreements and the write-down of long-lived assets due to impairment. Integration charges consisted of costs related to employee retention, external professional consulting charges and marketing (including customer communication and rebranding). In the Interim Consolidated Statement of Income, the restructuring and integration charges are included in non-interest expenses.

[5] The Bank purchases credit default swaps (CDS) to hedge the credit risk in Wholesale Banking's corporate lending portfolio. These CDS do not qualify for hedge accounting treatment and, therefore, they are measured at fair value with changes in fair value recognized in current period's earnings. The related loans are accounted for at amortized cost. Management believes that this asymmetry in the accounting treatment between CDS and loans would result in periodic profit and loss volatility which is not indicative of the economics of the corporate loan portfolio or the underlying business performance in Wholesale Banking. As a result, the CDS are accounted for on an accrual basis in the Wholesale Banking segment and the gains and losses on the CDS, in excess of the accrued cost, are reported in the Corporate segment. Adjusted earnings excludes the gains and losses on the CDS in excess of the accrued cost. When a credit event occurs in the corporate loan book that has an associated CDS hedge, the provision for credit losses (PCL) related to the portion that was hedged via the CDS is netted against this item of note. During Q1 2008, the change in the fair value of CDS, net of PCL, resulted in a net gain of $38 million before tax ($25 million after tax). The item of note included a change in fair value of CDS of $55 million before tax ($36 million after tax), net of PCL of approximately $17 million before tax ($11 million after tax). Prior to Q1 2007, this item was described as "Hedging impact due to AcG-13". As part of the adoption of the new financial instruments standards, the guidance under Accounting Guideline 13: Hedging Relationships (AcG-13) was replaced by Canadian Institute of Chartered Accountants (CICA) Handbook Section 3865, Hedges.

[6] The negative impact of future tax reduction on adjusted earnings is included in "Other tax items".

[7] The provision for insurance claims relates to a recent court decision in Alberta. The Alberta government's legislation effectively capping minor injury insurance claims was challenged and held to be unconstitutional. While the Government of Alberta has appealed the decision, the ultimate outcome remains uncertain. As a result, the Bank accrued an additional actuarial liability for potential claims in Q1 2008.

[8] EPS impact is computed by dividing items of note by the weighted-average number of shares outstanding during the period. As a result, the sum of the quarterly EPS impact may not equal the year-to-date EPS impact.

[9] The diluted earnings per share figures do not include Commerce earnings for the month of April 2008 because there is a one month lag between fiscal quarter ends, while share issuance on close resulted in a one-time negative earnings impact of 4 cents per share.

RESULTS OF OPERATIONS
($millions)

FOR THE PERIOD ENDED	LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2	Year to Date 2008	Year to Date 2007	Full Year 2007	Full Year 2006
Net income - adjusted (where applicable)														
Canadian Personal and Commercial Banking	1	**$ 582**	$ 598	$ 572	$ 597	$ 540	$ 544	$ 501	$ 524	$ 465	**$ 1,180**	$ 1,084	$ 2,253	$ 1,966
Wealth Management	2	**182**	216	194	185	197	186	148	152	152	**398**	383	762	590
U.S. Personal and Commercial Banking	3	**130**	127	124	109	62	64	63	68	59	**257**	126	359	255
Total Retail	4	**894**	941	890	891	799	794	712	744	676	**1,835**	1,593	3,374	2,811
Wholesale Banking	5	**93**	163	157	253	217	197	146	179	140	**256**	414	824	664
Corporate	6	**(14)**	(44)	(26)	20	(21)	18	17	(37)	(36)	**(58)**	(3)	(9)	(99)
Total Bank	7	**$ 973**	$ 1,060	$ 1,021	$ 1,164	$ 995	$ 1,009	$ 875	$ 886	$ 780	**$ 2,033**	$ 2,004	$ 4,189	$ 3,376
Return on invested capital														
Canadian Personal and Commercial Banking	8	**28.7 %**	29.0 %	26.8 %	28.3 %	26.9 %	26.4 %	24.7 %	26.2 %	25.1 %	**28.8 %**	26.6 %	27.1 %	25.2 %
Wealth Management	9	**19.4**	23.0	19.8	18.6	21.7	20.1	15.8	17.9	26.0	**21.2**	20.9	20.0	19.5
U.S. Personal and Commercial Banking	10	**5.9**	5.7	5.1	4.7	3.8	4.3	4.2	4.6	4.4	**5.8**	4.0	4.6	4.6
Wholesale Banking	11	**10.7**	20.9	20.6	37.3	33.6	30.2	23.5	29.4	24.6	**15.5**	31.9	30.1	27.9
Total Bank	12	**13.2 %**	16.6 %	16.3 %	18.7 %	16.4 %	16.8 %	15.2 %	15.7 %	14.6 %	**14.6 %**	16.6 %	17.1 %	15.6 %
Percentage of net income mix[1]														
Total retail	13	**91 %**	85 %	85 %	78 %	79 %	80 %	83 %	81 %	83 %	**88 %**	79 %	80 %	81 %
Wholesale Banking	14	**9**	15	15	22	21	20	17	19	17	**12**	21	20	19
Total Bank	15	**100 %**	100 %	100 %	100 %	100 %	100 %	100 %	100 %	100 %	**100 %**	100 %	100 %	100 %
Geographic contribution to total revenue[2]														
Canada	16	**78 %**	75 %	79 %	71 %	74 %	73 %	77 %	70 %	74 %	**76 %**	74 %	74 %	73 %
United States	17	**14**	17	14	18	18	17	17	22	18	**16**	18	17	20
Other	18	**8**	8	7	11	8	10	6	8	8	**8**	8	9	7
Total Bank	19	**100 %**	100 %	100 %	100 %	100 %	100 %	100 %	100 %	100 %	**100 %**	100 %	100 %	100 %

[1] Percentages exclude Corporate segment results.
[2] TEB amounts and dilution gains on net investments are not included.

RESULTS OF OPERATIONS
($millions)

FOR THE PERIOD ENDED	LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2	Year to Date 2008	Year to Date 2007	Full Year 2007	Full Year 2006
Net interest income	1	**$ 1,402**	$ 1,414	$ 1,408	$ 1,388	$ 1,298	$ 1,307	$ 1,295	$ 1,260	$ 1,147	**$ 2,816**	$ 2,605	$ 5,401	$ 4,879
Other income	2	**732**	733	744	713	688	703	653	669	624	**1,465**	1,391	2,848	2,573
Total revenue	3	**2,134**	2,147	2,152	2,101	1,986	2,010	1,948	1,929	1,771	**4,281**	3,996	8,249	7,452
Provision for credit losses	4	**191**	172	176	151	143	138	132	104	78	**363**	281	608	413
Non-interest expenses	5	**1,095**	1,096	1,114	1,050	1,033	1,059	1,068	1,039	994	**2,191**	2,092	4,256	4,086
Net income before income taxes	6	**848**	879	862	900	810	813	748	786	699	**1,727**	1,623	3,385	2,953
Income taxes	7	**266**	281	290	303	270	269	247	262	234	**547**	539	1,132	987
Net income - reported	8	**582**	598	572	597	540	544	501	524	465	**1,180**	1,084	2,253	1,966
Adjustment for items of note, net of income taxes	9	**-**	-	-	-	-	-	-	-	-	**-**	-	-	-
Net income - adjusted	10	**$ 582**	$ 598	$ 572	$ 597	$ 540	$ 544	$ 501	$ 524	$ 465	**$ 1,180**	$ 1,084	$ 2,253	$ 1,966
Average invested capital ($billions)	11	**$ 8.3**	$ 8.2	$ 8.5	$ 8.4	$ 8.2	$ 8.2	$ 8.0	$ 7.9	$ 7.6	**$ 8.3**	$ 8.2	$ 8.3	$ 7.8
Economic profit[1]	12	**410**	422	391	418	369	369	328	354	307	**832**	738	1,547	1,303
Return on invested capital	13	**28.7 %**	29.0 %	26.8 %	28.3 %	26.9 %	26.4 %	24.7 %	26.2 %	25.1 %	**28.8 %**	26.6 %	27.1 %	25.2 %
Key performance indicators ($billions)														
Risk-weighted assets[2, 3]	14	**$ 53**	$ 54	$ 68	$ 68	$ 65	$ 66	$ 65	$ 65	$ 61	**$ 53**	$ 65	$ 68	$ 65
Average loans - personal	15	**129**	126	120	115	111	110	111	111	109	**128**	110	114	110
Average loans and acceptances - business	16	**22**	20	20	20	19	18	18	18	18	**21**	19	19	18
Average securitized loans	17	**45**	45	46	47	46	44	39	35	33	**45**	45	46	35
Average deposits - personal	18	**108**	104	103	102	101	101	100	98	96	**106**	101	102	97
Average deposits - business	19	**41**	40	40	39	37	38	36	36	34	**41**	38	39	35
Margin on avg. earning assets inc. securitized assets	20	**2.96%**	2.98%	3.03%	3.07%	3.05%	3.03%	3.07%	3.08%	2.98%	**2.97%**	3.04%	3.05%	3.04%
Efficiency ratio	21	**51.3%**	51.0%	51.8%	50.0%	52.0%	52.7%	54.8%	53.9%	56.1%	**51.2%**	52.4%	51.6%	54.8%
Average number of full-time equivalent staff	22	**31,720**	31,896	31,131	30,620	30,138	30,413	29,805	29,686	29,402	**31,808**	30,278	30,576	29,602

[1] The rate charged for invested capital is 8.5% in 2008, 8.5% in 2007, and 8.5% in 2006.

[2] Balances prior to Q4 2006 have been reclassified from Corporate segment.

[3] Effective November 1, 2007, the Bank implemented OSFI's guidelines under Basel II. Accordingly, the numbers for 2008 are based on Basel II, while all prior period numbers are based on Basel I.

Canadian Personal and Commercial Banking comprises our personal and business banking businesses in Canada as well as our automotive purchasing and consumer installment loan services and our global insurance operations (excluding the U.S.). Under the TD Canada Trust brand, the retail operations provide a full range of financial products and services to approximately 11 million personal and small business customers. Products and services are provided - anywhere, anytime - through telephone and internet banking, more than 2,600 automated banking machines and a network of over 1,070 branches located across Canada. Under the TD Insurance and TD Meloche Monnex brands, the Bank offers a broad range of insurance products, including home and automobile coverage, life and health insurance, as well as credit protection coverage on TD Canada Trust lending products. TD Commercial Banking serves the needs of medium-sized Canadian businesses, customizing a broad range of products and services to meet their financing, investment, cash management, international trade and day-to-day banking needs.

RESULTS OF OPERATIONS
($millions)

FOR THE PERIOD ENDED	**LINE #**	**2008 Q2**	**2008 Q1**	**2007 Q4**	**2007 Q3**	**2007 Q2**	**2007 Q1**	**2006 Q4**	**2006 Q3**	**2006 Q2**	**Year to Date 2008**	**Year to Date 2007**	**Full Year 2007**	**Full Year 2006**
Net interest income	1	**$ 82**	$ 88	$ 83	$ 80	$ 78	$ 77	$ 69	$ 68	$ 62	**$ 170**	$ 155	$ 318	$ 377
Brokerage commissions and other income	2	**476**	482	498	507	516	474	435	424	460	**958**	990	1,995	1,883
Total revenue	3	**558**	570	581	587	594	551	504	492	522	**1,128**	1,145	2,313	2,260
Non-interest expenses	4	**387**	379	399	395	393	364	357	344	349	**766**	757	1,551	1,575
Net income before income taxes	5	**171**	191	182	192	201	187	147	148	173	**362**	388	762	685
Income taxes	6	**56**	63	63	66	67	65	52	51	60	**119**	132	261	242
Equity in net income of associated company, net of income taxes[2]	7	**67**	88	75	59	63	64	53	55	39	**155**	127	261	147
Net income (loss) - reported	8	**182**	216	194	185	197	186	148	152	152	**398**	383	762	590
Adjustment for items of note, net of income taxes	9	**-**	-	-	-	-	-	-	-	-	**-**	-	-	-
Net income (loss) - adjusted	10	**$ 182**	$ 216	$ 194	$ 185	$ 197	$ 186	$ 148	$ 152	$ 152	**$ 398**	$ 383	$ 762	$ 590
Average invested capital ($billions)	11	**$ 3.8**	$ 3.7	$ 3.9	$ 4.0	$ 3.7	$ 3.7	$ 3.7	$ 3.4	$ 2.4	**$ 3.8**	$ 3.7	$ 3.8	$ 3.0
Economic profit (loss)[3]	12	**84**	117	91	80	102	89	44	59	90	**201**	191	362	257
Return on invested capital	13	**19.4 %**	23.0 %	19.8 %	18.6 %	21.7 %	20.1 %	15.8 %	17.9 %	26.0 %	**21.2 %**	20.9 %	20.0 %	19.5 %
Key performance indicators ($billions)														
Risk-weighted assets[4]	14	**$ 8**	$ 8	$ 5	$ 6	$ 5	$ 5	$ 5	$ 4	$ 4	**$ 8**	$ 5	$ 5	$ 5
Assets under administration	15	**187**	178	185	177	175	169	161	153	154	**187**	175	$ 185	161
Assets under management	16	**174**	170	160	160	163	157	151	143	139	**174**	163	$ 160	151
Efficiency ratio	17	**69.4 %**	66.5 %	68.7 %	67.3 %	66.2 %	66.1 %	70.8 %	69.9 %	66.9 %	**67.9 %**	66.1 %	67.1 %	69.7 %
Average number of full-time equivalent staff	18	**6,180**	6,189	6,004	5,936	5,994	5,870	5,785	5,783	5,698	**6,185**	5,932	5,951	6,265

[1] On January 24, 2006, TD Bank completed the sale of TD Waterhouse U.S.A. brokerage operations to Ameritrade Holding Corporation (Ameritrade), and acquired 100% of Ameritrade's Canadian brokerage operations.

[2] The equity in net income of an associated company includes net impact of internal management adjustments which are reclassified to other reporting lines in the Corporate segment.

[3] The rates charged for invested capital for the domestic Wealth Management, Canada Discount Brokerage, and U.S. and International businesses are, respectively, 9.5%, 9.5% and 12.0% in 2008; 9.5%, 9.5% and 12.0% in 2007; and 9.5%, 9.5% and 13.0% in 2006. The rate charged for invested capital for the TD Ameritrade business line is 11.0% in 2008, 11.0% in 2007 and 12.0% for 2006.

[4] Effective November 1, 2007, the Bank implemented OSFI's guidelines under Basel II. Accordingly, the numbers for 2008 are based on Basel II, while all prior period numbers are based on Basel I.

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

U.S. Personal and Commercial Banking Segment[1, 2]

TD Bank Financial Group

RESULTS OF OPERATIONS
($millions)

FOR THE PERIOD ENDED	LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2	Year to Date 2008	Year to Date 2007	Full Year 2007	Full Year 2006
Net interest income	1	**$ 309**	$ 312	$ 335	$ 338	$ 351	$ 341	$ 337	$ 342	$ 327	**$ 621**	$ 692	$ 1,365	$ 1,290
Other income	2	**166**	140	140	145	153	145	141	142	134	**306**	298	583	490
Total revenue	3	**475**	452	475	483	504	486	478	484	461	**927**	990	1,948	1,780
Provision for credit losses	4	**46**	26	35	33	35	17	15	10	8	**72**	52	120	40
Non-interest expenses	5	**294**	238	263	275	384	299	294	284	284	**532**	683	1,221	1,087
Net income before income taxes	6	**135**	188	177	175	85	170	169	190	169	**323**	255	607	653
Income taxes	7	**35**	61	53	57	31	55	55	65	60	**96**	86	196	222
Non-controlling interests in subsidiaries	8	**-**	-	-	9	31	51	51	57	50	**-**	82	91	195
Net income - reported	9	**$ 100**	$ 127	$ 124	$ 109	$ 23	$ 64	$ 63	$ 68	$ 59	**$ 227**	$ 87	$ 320	$ 236
Adjustment for items of note, net of income taxes and non-controlling interests[3]	10	**30**	-	-	-	39	-	-	-	-	**30**	39	39	19
Net income - adjusted	11	**$ 130**	$ 127	$ 124	$ 109	$ 62	$ 64	$ 63	$ 68	$ 59	**$ 257**	$ 126	$ 359	$ 255
Average invested capital ($billions)	12	**$ 9.0**	$ 8.8	$ 9.6	$ 9.2	$ 6.7	$ 5.9	$ 5.8	$ 5.9	$ 5.5	**$ 8.9**	$ 6.3	$ 7.9	$ 5.5
Economic profit / (loss)[4]	13	**(69)**	(74)	(95)	(100)	(84)	(70)	(70)	(65)	(61)	**(143)**	(154)	(349)	(239)
Return on invested capital[4]	14	**5.9 %**	5.7 %	5.1 %	4.7 %	3.8 %	4.3 %	4.2 %	4.6 %	4.4 %	**5.8 %**	4.0 %	4.6 %	4.6 %
Key performance indicators ($billions)														
Risk-weighted assets[5, 6]	15	**$ 66**	$ 35	$ 31	$ 33	$ 35	$ 35	$ 32	$ 32	$ 34	**$ 66**	$ 35	$ 31	$ 32
Average loans	16	**27**	26	27	29	31	29	28	28	27	**27**	30	29	27
Average deposits[7]	17	**28**	28	30	31	33	31	31	32	32	**28**	32	31	30
Margin on average earning assets[7]	18	**3.73 %**	3.88 %	4.00 %	3.86 %	3.89 %	3.95 %	4.01 %	4.07 %	3.83 %	**3.81 %**	3.92 %	3.93 %	3.97 %
Efficiency ratio	19	**61.9%**	52.7%	55.4%	56.9%	76.2%	61.5%	61.5%	58.7%	61.6%	**57.4%**	69.0%	62.7%	61.1%
Average number of full-time equivalent staff	20	**8,099**	8,019	8,032	8,281	8,701	8,672	8,907	9,129	8,581	**8,059**	8,687	8,422	8,483

1 On January 31, 2006, TD Banknorth completed the acquisition of Hudson. On January 1, 2007, TD Banknorth completed the acquisition of Interchange. On April 20, 2007, the Bank completed the privatization of TD Banknorth. Effective Q3 2007, results of TD Bank USA (previously reported in Corporate segment) are included in the U.S. Personal and Commercial Banking segment prospectively. On March 31, 2008, the Bank completed the acquisition of Commerce.

2 TD Commerce Bank's financial results are reflected in the U.S. Personal and Commercial Banking segment on a one month lag. Reported non-interest expenses for Q2 2007 and Q2 2008 include restructuring charges expenses incurred in April 2007 and restructuring and integration charges incurred in April 2008, respectively.

3 Includes the following before-tax items of note: Q2 2007: $78 million ($39 million after tax) TD Banknorth restructuring, privatization and merger-related charges. These charges include the following: $31 million restructuring charge, primarily consisted of employee severance costs, the costs of amending certain executive employment and award agreements and write-down of long-lived assets due to impairment; $5 million privatization charges, which primarily consisted of legal and investment banking fees; and $3 million merger-related charges related to conversion and customer notices in connection with the integration of Hudson and Interchange with TD Banknorth. In the Consolidated Statement of Income, the restructuring charges are included in the restructuring costs while the privatization and merger-related charges are included in other non-interest expenses; in Q2 2008: $48 million ($30 million after tax) restructuring and integration charges relating to the Commerce acquisition.

4 The rate charged for invested capital is 9.0% in 2008, 9.0% in 2007, and 9.0% in 2006.

5 This represents RWA as at the end of the Bank's fiscal period.

6 Effective November 1, 2007, the Bank implemented OSFI's guidelines under Basel II. Accordingly, the numbers for 2008 are based on Basel II, while all prior period numbers are based on Basel I.

7 Average deposits and margin on average earning assets exclude the impact related to the money market deposit account (MMDA) agreement with TD Ameritrade. The MMDA is described on page 121 of our 2007 Annual Report.

U.S. Personal and Commercial Banking comprises the Bank's U.S.-based retail, commercial banking and insurance operations. Under the TD Commerce Bank brand, the retail operations provide a full range of financial products and services through multiple delivery channels, including a network of over 1,000 branches located primarily in the Northeast and Mid-Atlantic region of the U.S., telephone and internet banking and automated banking machines, allowing customers to have banking access virtually anywhere and anytime. TD Commerce Bank also serves the needs of businesses, customizing a broad range of products and services to meet their financing, investment, cash management, insurance, international trade and day-to-day banking needs.

RESULTS OF OPERATIONS
($millions)

FOR THE PERIOD ENDED	LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2	Year to Date 2008	Year to Date 2007	Full Year 2007	Full Year 2006
Net interest income	1	**$ 314**	$ 192	$ 310	$ 218	$ 144	$ 203	$ 138	$ 127	$ 76	**$ 506**	$ 347	$ 875	$ 479
Other income	2	**114**	416	215	474	498	432	355	456	458	**530**	930	1,619	1,792
Total revenue (TEB)	3	**428**	608	525	692	642	635	493	583	534	**1,036**	1,277	2,494	2,271
Provision for credit losses[1]	4	**10**	56	4	8	12	24	13	15	11	**66**	36	48	68
Restructuring costs	5	**-**	-	-	-	-	-	-	-	-	**-**	-	-	50
Other non-interest expenses	6	**291**	321	274	326	329	332	293	303	321	**612**	661	1,261	1,262
Total non-interest expenses	7	**291**	321	274	326	329	332	293	303	321	**612**	661	1,261	1,312
Net income before income taxes	8	**127**	231	247	358	301	279	187	265	202	**358**	580	1,185	891
Income taxes (TEB)	9	**34**	68	90	105	84	82	41	86	62	**102**	166	361	262
Net income / (loss) - reported	10	**93**	163	157	253	217	197	146	179	140	**256**	414	824	629
Adjustment for items of note, net of income taxes[2]	11	**-**	-	-	-	-	-	-	-	-	**-**	-	-	35
Net income / (loss) - adjusted	12	**$ 93**	$ 163	$ 157	$ 253	$ 217	$ 197	$ 146	$ 179	$ 140	**$ 256**	$ 414	$ 824	$ 664
Average invested capital ($billions)	13	**$ 3.5**	$ 3.1	$ 3.0	$ 2.7	$ 2.7	$ 2.6	$ 2.5	$ 2.4	$ 2.3	**$ 3.3**	$ 2.7	$ 2.8	$ 2.4
Economic profit / (loss)[3]	14	**(7)**	73	69	175	143	122	74	109	75	**66**	265	509	390
Return on invested capital	15	**10.7 %**	20.9 %	20.6 %	37.3 %	33.6 %	30.2 %	23.5 %	29.4 %	24.6 %	**15.5 %**	31.9 %	30.1 %	27.9 %
Key performance indicators ($billions)														
Risk-weighted assets [4]	16	**$ 47**	$ 45	$ 44	$ 40	$ 40	$ 38	$ 34	$ 33	$ 32	**$ 47**	$ 40	$ 44	$ 34
Gross drawn[5]	17	**13**	12	10	9	9	9	9	7	7	**13**	9	10	9
Efficiency ratio	18	**68.0 %**	52.8 %	52.2 %	47.1 %	51.2 %	52.3 %	59.4 %	52.0 %	60.1 %	**59.1 %**	51.8 %	50.6 %	57.8 %
Average number of full-time equivalent staff	19	**2,911**	2,864	2,877	2,911	2,834	2,858	2,853	2,900	2,871	**2,888**	2,846	2,870	2,897
Trading-related income (TEB)[6]														
Interest rate and credit	20	**$ (93)**	$ (37)	$ (69)	$ 77	$ 115	$ 105	$ 45	$ 63	$ 55	**$ (130)**	$ 220	$ 228	$ 362
Foreign exchange	21	**95**	163	101	87	51	73	54	80	93	**258**	124	312	306
Equity and other	22	**99**	71	187	144	123	152	75	99	103	**170**	275	606	374
Total trading-related income	23	**$ 101**	$ 197	$ 219	$ 308	$ 289	$ 330	$ 174	$ 242	$ 251	**$ 298**	$ 619	$ 1,146	$ 1,042

1 Provision for credit losses includes the cost of credit protection incurred in hedging the lending portfolio.
2 Includes the following before-tax item of note: Q1 2006: $50 million restructuring charge.
3 The rate charged for invested capital is 11.5%.
4 Effective November 1, 2007, the Bank implemented OSFI's guidelines under Basel II. Accordingly, the numbers for 2008 are based on Basel II, while all prior period numbers are based on Basel I.
5 Defined as gross loans plus bankers' acceptances, excluding letters of credit and before any cash collateral, credit default swap, reserves, etc.
6 Includes trading-related income reported in net interest income (line 1) and other income (line 2).

Wholesale Banking serves a diverse base of corporate, government and institutional clients in key financial markets around the world. Under the TD Securities brand, Wholesale Banking provides a wide range of capital markets and investment banking products and services that include: underwriting and distribution of new debt and equity issues, providing advice on strategic acquisitions and divestitures, and executing daily trading and investment needs.

Corporate Segment[1]

Bank Financial Group

RESULTS OF OPERATIONS
($millions)

FOR THE PERIOD ENDED	LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2	Year to Date 2008	Year to Date 2007	Full Year 2007	Full Year 2006
Net interest income[2,3]	1	**$(249)**	$(218)	$ (328)	$ (241)	$ (209)	$ (257)	$ (125)	$ (174)	$ (185)	**$(467)**	$ (466)	$ (1,035)	$ (654)
Other income[3]	2	**42**	45	145	60	27	80	20	(3)	36	**87**	107	312	83
Total revenue	3	**(207)**	(173)	(183)	(181)	(182)	(177)	(105)	(177)	(149)	**(380)**	(359)	(723)	(571)
General allowance release	4	**-**	-	(60)	-	-	-	-	-	(60)	**-**	-	(60)	(60)
Other provision for credit losses[3]	5	**(15)**	1	(16)	(21)	(18)	(16)	10	(20)	(21)	**(14)**	(34)	(71)	(52)
Total provision for credit losses	6	**(15)**	1	(76)	(21)	(18)	(16)	10	(20)	(81)	**(14)**	(34)	(131)	(112)
Non-interest expenses	7	**139**	194	191	170	158	167	199	200	176	**333**	325	686	755
Dilution gain, net	8	**-**	-	-	-	-	-	-	-	(5)	**-**	-	-	1,559
Net income before income taxes	9	**(331)**	(368)	(298)	(330)	(322)	(328)	(314)	(357)	(249)	**(699)**	(650)	(1,278)	345
Income taxes[2]	10	**(231)**	(238)	(343)	(283)	(218)	(253)	(220)	(229)	(172)	**(469)**	(471)	(1,097)	(839)
Non-controlling interests in subsidiaries	11	**9**	8	8	4	(4)	(4)	(3)	(5)	(3)	**17**	(8)	4	(11)
Equity in net income of an associated company, net of income taxes	12	**4**	4	10	10	2	1	(5)	(4)	(4)	**8**	3	23	(13)
Net (loss) income - reported	13	**(105)**	(134)	47	(41)	(98)	(70)	(96)	(127)	(78)	**(239)**	(168)	(162)	1,182
Adjustment for items of note, net of income taxes[4]	14	**91**	90	(73)	61	77	88	113	90	42	**181**	165	153	(1,281)
Net (loss) income - adjusted	15	**$ (14)**	$ (44)	$ (26)	$ 20	$ (21)	$ 18	$ 17	$ (37)	$ (36)	**$ (58)**	$ (3)	$ (9)	$ (99)
Decomposition of items of note (net of tax, non-controlling interests in subsidiaries, and equity in net income of associated company)														
Amortization of intangibles	16	**$ 92**	$ 75	$ 99	$ 91	$ 80	$ 83	$ 87	$ 61	$ 86	**$ 167**	$ 163	$ 353	$ 316
Gain relating to restructuring of Visa[5]	17	**-**	-	(135)	-	-	-	-	-	-	**-**	-	(135)	-
Dilution gain on Ameritrade transaction, net of costs	18	**-**	-	-	-	-	-	-	-	5	**-**	-	-	(1,665)
Dilution loss on the acquisition of Hudson by TD Banknorth	19	**-**	-	-	-	-	-	-	-	-	**-**	-	-	72
TD Banknorth restructuring, privatization and merger-related charges[6]	20	**-**	-	-	-	4	-	-	-	-	**-**	4	4	-
Change in fair value of credit default swaps hedging the corporate loan book, net of provision for credit losses[7]	21	**(1)**	(25)	2	(30)	(7)	5	8	5	(10)	**(26)**	(2)	(30)	(7)
Other tax items	22	**-**	20	-	-	-	-	-	24	-	**20**	-	-	24
Provision for insurance claims[8]	23	**-**	20	-	-	-	-	-	-	-	**20**	-	-	-
Initial set up of specific allowance for credit card and overdraft loans	24	**-**	-	-	-	-	-	18	-	-	**-**	-	-	18
General allowance release	25	**-**	-	(39)	-	-	-	-	-	(39)	**-**	-	(39)	(39)
Total items of note	26	**$ 91**	$ 90	$ (73)	$ 61	$ 77	$ 88	$ 113	$ 90	$ 42	**$ 181**	$ 165	$ 153	$ (1,281)
Decomposition of material items included in net income (loss) - adjusted														
Interest on income tax refunds	27	**$ -**	$ 1	$ -	$ 5	$ 2	$ 4	$ 13	$ 2	$ 3	**$ 1**	$ 6	$ 11	$ 18
Securitization gain (loss)	28	**9**	3	2	(2)	(4)	9	15	(11)	(5)	**12**	5	5	(4)
Unallocated Corporate expenses	29	**(43)**	(65)	(51)	(45)	(39)	(54)	(58)	(66)	(54)	**(108)**	(93)	(189)	(234)
Other	30	**20**	17	23	62	20	59	47	38	20	**37**	79	164	121
Net (loss) income - adjusted	31	**$ (14)**	$ (44)	$ (26)	$ 20	$ (21)	$ 18	$ 17	$ (37)	$ (36)	**$ (58)**	$ (3)	$ (9)	$ (99)

1 Commencing Q3 2007, the results of TD Bank USA (previously reported in the Corporate segment for the period Q2 2006 to Q2 2007 and in Wealth Management segment prior to Q2 2006) are included in the U.S. Personal and Commercial Banking segment prospectively.
2 Includes the elimination of TEB adjustments reported in Wholesale Banking results.
3 Operating segment results are presented excluding the impact of asset securitization programs, which are reclassified in the Corporate segment. Results for Q4 2006 included an initial set up of specific allowance for credit card and overdraft loans.
4 Net (gain) or charge for items of note is removed from reported results to compute the adjusted results.
5 As part of the global restructuring of Visa USA Inc., Visa Canada Association and Visa International Service Association, which closed on October 3, 2007 (restructuring date), the Bank received shares of the new global entity (Visa Inc.) in exchange for the Bank's membership interest in Visa Canada Association. As required by the accounting standards, the shares the Bank received in Visa Inc. were measured at fair value and an estimated gain of $135 million after tax was recognized in the Corporate segment, based on results of an independent valuation of the shares. The gain may be subject to further adjustment based on the finalization of the Bank's ownership percentage in Visa Inc.
6 Restructuring charges related to the transfer of functions from TD Bank USA to TD Banknorth, being part of TD Banknorth restructuring, privatization and merger-related charges, as explained in footnote 3 on page 3.
7 The Bank purchases credit default swaps (CDS) to hedge the credit risk in Wholesale Banking's corporate lending portfolio. These CDS do not qualify for hedge accounting treatment and, therefore, they are measured at fair value with changes in fair value recognized in current period's earnings. The related loans are accounted for at amortized cost. Management believes that this asymmetry in the accounting treatment between CDS and loans would result in periodic profit and loss volatility which is not indicative of the economics of the corporate loan portfolio or the underlying business performance in Wholesale Banking. As a result, the CDS are accounted for on an accrual basis in the Wholesale Banking segment and the gains and losses on the CDS, in excess of the accrued cost, are reported in the Corporate segment. Adjusted earnings excludes the gains and losses on the CDS in excess of the accrued cost. When a credit event occurs in the corporate loan book that has an associated CDS hedge, the provision for credit losses (PCL) related to the portion that was hedged via the CDS is netted against this item of note. During Q1 2008, the change in the fair value of CDS, net of PCL, resulted in a net gain of $38 million before tax ($25 million after tax). The item of note included a change in fair value of CDS of $55 million before tax ($36 million after tax), net of PCL of approximately $17 million before tax ($11 million after tax). Prior to Q1 2007, this item was described as "Hedging impact due to AcG-13". As part of the adoption of the new financial instruments standards, the guidance under Accounting Guideline 13: Hedging Relationships (AcG-13) was replaced by Canadian Institute of Chartered Accountants (CICA) Handbook Section 3865, Hedges.
8 The provision for insurance claims relates to a recent court decision in Alberta. The Alberta government's legislation effectively capping minor injury insurance claims was challenged and held to be unconstitutional. While the Government of Alberta has appealed the decision, the ultimate outcome remains uncertain. As a result, the Bank accrued an additional actuarial liability for potential claims in Q1 2008.

The Corporate segment includes the effects of asset securitization programs in Canadian Personal and Commercial Banking, treasury management, general provisions for credit losses, the elimination of taxable equivalent adjustments, corporate level tax benefits, and residual unallocated revenues, expenses and taxes.

($MILLIONS)	LINE	2008		2007				2006			Year to Date		Full Year	
FOR THE PERIOD ENDED	#	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2	2008	2007	2007	2006
Interest income														
Loans	1	**$ 3,240**	$ 3,396	$ 3,310	$ 3,228	$ 3,117	$ 3,074	$ 3,004	$ 2,862	$ 2,514	**$ 6,636**	$ 6,191	$ 12,729	$ 10,832
Securities	2	**1,171**	1,235	1,239	1,160	1,108	1,259	1,152	1,058	966	**2,406**	2,367	4,766	4,435
Deposits with banks	3	**159**	114	152	47	111	47	74	70	78	**273**	158	357	302
Total interest income	4	**4,570**	4,745	4,701	4,435	4,336	4,380	4,230	3,990	3,558	**9,315**	8,716	17,852	15,569
Interest expense														
Deposits	5	**2,056**	2,254	2,223	1,987	1,989	2,048	1,957	1,836	1,754	**4,310**	4,037	8,247	7,081
Subordinated notes and debentures	6	**159**	158	127	125	124	108	96	107	99	**317**	232	484	388
Preferred shares and Capital Trust Securities	7	**23**	23	28	19	32	30	31	28	28	**46**	62	109	126
Other	8	**474**	522	515	521	529	523	432	396	250	**996**	1,052	2,088	1,603
Total interest expense	9	**2,712**	2,957	2,893	2,652	2,674	2,709	2,516	2,367	2,131	**5,669**	5,383	10,928	9,198
Net interest income	10	**1,858**	1,788	1,808	1,783	1,662	1,671	1,714	1,623	1,427	**3,646**	3,333	6,924	6,371
TEB adjustment	11	**107**	135	247	161	99	157	92	89	81	**242**	256	664	343
Net interest income (TEB)	12	**$ 1,965**	$ 1,923	$ 2,055	$ 1,944	$ 1,761	$ 1,828	$ 1,806	$ 1,712	$ 1,508	**$ 3,888**	$ 3,589	$ 7,588	$ 6,714
Average total assets ($billions)	13	**$ 454**	$ 438	$ 420	$ 407	$ 409	$ 405	$ 391	$ 389	$ 393	**$ 446**	$ 407	$ 410	$ 387
Average earning assets ($billions)	14	**359**	354	341	329	336	337	321	314	318	**357**	336	336	315
Net interest margin as a % of average earning assets	15	**2.11 %**	2.01 %	2.10 %	2.15 %	2.03 %	1.97 %	2.12 %	2.05 %	1.84 %	**2.06 %**	2.00 %	2.06 %	2.02 %
Impact on NII from impaired loans														
Reduction/(increase) in NII from impaired loans														
Gross	16	**$ 14**	$ 11	$ 11	$ 15	$ 11	$ 7	$ 9	$ 7	$ 6	**$ 25**	$ 18	$ 44	$ 29
Recoveries	17	**(1)**	(3)	(1)	(2)	(1)	(1)	(1)	(3)	(2)	**(4)**	(2)	(5)	(9)
Net reduction/(increase)	18	**$ 13**	$ 8	$ 10	$ 13	$ 10	$ 6	$ 8	$ 4	$ 4	**$ 21**	$ 16	$ 39	$ 20

TD Bank Financial Group

($MILLIONS) FOR THE PERIOD ENDED	LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2	Year to Date 2008	Year to Date 2007	Full Year 2007	Full Year 2006
TD Waterhouse fees and commissions	1	**$ 89**	$ 99	$ 103	$ 108	$ 115	$ 112	$ 91	$ 106	$ 138	**$ 188**	$ 227	$ 438	$ 561
Full-service brokerage and other securities services	2	**148**	143	134	141	146	138	125	126	133	**291**	284	559	509
Underwriting and advisory	3	**45**	69	63	99	96	80	76	70	68	**114**	176	338	292
Investment management fees	4	**50**	48	49	50	48	50	49	47	43	**98**	98	197	193
Mutual fund management	5	**212**	220	225	229	214	200	180	174	171	**432**	414	868	704
Credit fees	6	**108**	101	112	109	103	96	110	93	82	**209**	199	420	371
Net securities gains [1]	7	**110**	152	60	94	102	70	87	113	82	**262**	172	326	305
Trading income	8	**(104)**	160	(52)	235	192	216	98	160	247	**56**	408	591	797
Income from financial instruments designated as trading under the fair value option - Trading-related income [2]	9	**3**	(55)	22	(67)	7	-	-	-	-	**(52)**	7	(38)	-
- Related to insurance subsidiaries [3]	10	**2**	6	14	(20)	(2)	(9)	-	-	-	**8**	(11)	(17)	-
Total income from financial instruments designated as trading under the fair value option	11	**5**	(49)	36	(87)	5	(9)	-	-	-	**(44)**	(4)	(55)	-
Service charges	12	**258**	260	263	263	244	249	246	250	220	**518**	493	1,019	937
Loan securitizations	13	**91**	76	80	86	97	134	97	85	72	**167**	231	397	346
Card services	14	**116**	119	118	117	107	109	110	101	85	**235**	216	451	374
Insurance revenue (net of claims)	15	**250**	186	243	257	251	254	214	230	228	**436**	505	1,005	896
Trust fees	16	**36**	34	31	33	38	31	31	33	37	**70**	69	133	130
Foreign exchange - non-trading	17	**52**	64	47	46	40	39	40	45	30	**116**	79	172	147
Other	18	**64**	134	230	119	84	65	50	55	76	**198**	149	498	259
Total other income	19	**$1,530**	$ 1,816	$ 1,742	$ 1,899	$ 1,882	$ 1,834	$ 1,604	$ 1,688	$ 1,712	**$3,346**	$3,716	$ 7,357	$ 6,821

[1] Net of balance sheet restructuring charge of $52 million in TD Banknorth in Q1 2006.

[2] These gains (losses) are on instruments managed within Wholesale Banking's trading portfolios.

[3] Within the Bank's property and casualty insurance subsidiaries, investments that fund policy liabilities are designated as trading under the fair value option. Effective Q2 2008, mark-to-market income from interest rate swaps associated with certain investments funding policy liabilities is also reflected on line 10. For Q1 2008 and Q4 2007, this mark-to-market income amounting to $18 million and $(1) million, respectively, was reflected in net interest income. The swaps did not exist prior to Q4 2007. Due to the immaterial nature of the mark-to-market income in prior quarters, no retroactive reclassification was made.

($MILLIONS) FOR THE PERIOD ENDED	LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2	Year to Date 2008	Year to Date 2007	Full Year 2007	Full Year 2006
Salaries and employee benefits														
Salaries	1	**$ 682**	$ 685	$ 715	$ 677	$ 665	$ 680	$ 706	$ 673	$ 659	**$ 1,367**	$ 1,345	$ 2,737	$ 2,700
Incentive compensation	2	**297**	336	278	341	347	320	284	288	290	**633**	667	1,286	1,207
Pension and other employee benefits	3	**158**	150	126	143	157	157	126	141	144	**308**	314	583	578
	4	**1,137**	1,171	1,119	1,161	1,169	1,157	1,116	1,102	1,093	**2,308**	2,326	4,606	4,485
Occupancy														
Rent	5	**103**	98	99	98	99	94	97	94	95	**201**	193	390	371
Depreciation	6	**37**	38	43	40	42	38	47	39	35	**75**	80	163	160
Other	7	**48**	45	46	50	44	43	43	43	42	**93**	87	183	170
	8	**188**	181	188	188	185	175	187	176	172	**369**	360	736	701
Equipment														
Rent	9	**49**	47	48	48	50	46	52	51	48	**96**	96	192	200
Depreciation	10	**48**	44	57	47	51	44	51	44	42	**92**	95	199	183
Other	11	**51**	53	62	55	52	54	61	55	48	**104**	106	223	216
	12	**148**	144	167	150	153	144	164	150	138	**292**	297	614	599
General														
Amortization of other intangibles	13	**117**	122	138	131	112	118	126	126	125	**239**	230	499	505
Marketing and business development	14	**102**	110	115	106	111	113	114	127	96	**212**	224	445	470
Brokerage-related fees	15	**63**	59	61	61	57	54	51	52	53	**122**	111	233	222
Professional and advisory services	16	**118**	111	135	119	108	126	149	146	133	**229**	234	488	540
Communications	17	**48**	47	49	46	49	49	54	50	48	**95**	98	193	201
Capital and business taxes	18	**48**	34	45	54	42	55	53	56	50	**82**	97	196	205
Postage	19	**37**	30	29	29	35	29	32	29	32	**67**	64	122	121
Travel and relocation	20	**20**	20	22	20	20	22	22	22	22	**40**	42	84	87
Restructuring costs	21	**48**	-	-	-	67	-	-	-	-	**48**	67	67	50
Other	22	**132**	199	173	151	189	179	143	134	162	**331**	368	692	629
	23	**733**	732	767	717	790	745	744	742	721	**1,465**	1,535	3,019	3,030
Total non-interest expenses	24	**$ 2,206**	$ 2,228	$ 2,241	$ 2,216	$ 2,297	$ 2,221	$ 2,211	$ 2,170	$ 2,124	**$ 4,434**	$ 4,518	$ 8,975	$ 8,815

($MILLIONS)	LINE	2008		2007				2006		
AS AT	#	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
ASSETS										
Cash and due from banks	1	**$ 2,520**	$ 2,036	$ 1,790	$ 1,986	$ 1,994	$ 2,113	$ 2,019	$ 1,958	$ 2,046
Interest-bearing deposits with other banks	2	**15,599**	13,099	14,746	11,343	9,796	8,724	8,763	10,236	10,295
Securities										
Trading	3	**83,084**	73,651	77,637	72,756	69,093	78,071	77,482	73,733	69,809
Designated as trading under the fair value option	4	**2,043**	1,984	2,012	1,935	1,862	1,916	-	-	-
Available-for-sale	5	**53,929**	35,674	35,650	36,209	35,668	38,394	-	-	-
Held-to-maturity	6	**8,781**	8,405	7,737	8,528	11,887	11,810	-	-	-
Investment	7	**-**	-	-	-	-	-	46,976	43,542	42,847
Total	8	**147,837**	119,714	123,036	119,428	118,510	130,191	124,458	117,275	112,656
Securities purchased under reverse repurchase agreements	9	**33,067**	34,234	27,648	25,905	25,434	32,357	30,961	27,854	32,344
Loans										
Residential mortgages	10	**67,137**	61,662	58,485	56,096	53,997	51,794	53,425	51,767	50,868
Consumer instalment and other personal	11	**75,114**	68,405	67,532	66,574	65,370	63,520	63,130	63,995	63,308
Credit cards	12	**6,166**	5,898	5,700	5,574	5,369	5,175	4,856	4,419	3,764
Business and government	13	**60,661**	45,803	44,258	43,447	45,081	43,748	40,514	39,844	39,923
Business and government designated as trading under the fair value option	14	**718**	1,425	1,235	1,619	1,465	-	-	-	-
Total	15	**209,796**	183,193	177,210	173,310	171,282	164,237	161,925	160,025	157,863
Allowance for credit losses	16	**(1,369)**	(1,362)	(1,295)	(1,357)	(1,378)	(1,366)	(1,317)	(1,279)	(1,291)
Loans, net of allowance for credit losses	17	**208,427**	181,831	175,915	171,953	169,904	162,871	160,608	158,746	156,572
Other										
Customers' liabilities under acceptances	18	**10,848**	10,633	9,279	9,192	9,233	8,425	8,676	7,244	7,035
Investment in TD Ameritrade	19	**4,829**	4,593	4,515	4,749	5,131	5,113	4,379	4,284	3,783
Trading derivatives	20	**37,602**	35,920	36,052	29,520	27,569	26,871	27,845	32,308	35,430
Goodwill	21	**14,213**	7,875	7,918	8,407	8,940	8,176	7,396	7,411	7,652
Other intangibles	22	**3,773**	1,974	2,104	2,264	2,368	1,896	1,946	2,007	2,185
Land, buildings and equipment	23	**3,715**	1,817	1,822	1,824	1,905	1,877	1,862	1,865	1,857
Other assets	24	**21,191**	21,427	17,299	17,319	15,950	19,602	14,001	14,657	16,741
Total	25	**96,171**	84,239	78,989	73,275	71,096	71,960	66,105	69,776	74,683
Total assets	26	**$503,621**	$435,153	$ 422,124	$ 403,890	$ 396,734	$ 408,216	$ 392,914	$ 385,845	$ 388,596
LIABILITIES										
Deposits										
Personal Non-term	27	**$110,453**	$ 83,934	$ 80,256	$ 82,203	$ 83,487	$ 82,986	$ 79,624	$ 72,376	$ 74,995
Personal Term	28	**75,037**	67,875	67,305	67,319	67,785	67,652	67,012	65,116	63,831
Banks	29	**8,773**	8,966	10,162	12,214	12,681	9,033	14,186	17,855	13,597
Business and government	30	**102,704**	78,267	73,322	70,579	70,655	73,780	100,085	100,440	100,568
Trading	31	**52,556**	46,641	45,348	35,421	35,554	36,237	-	-	-
Total	32	**349,523**	285,683	276,393	267,736	270,162	269,688	260,907	255,787	252,991
Other										
Acceptances	33	**10,848**	10,633	9,279	9,192	9,233	8,425	8,676	7,244	7,035
Obligations related to securities sold short	34	**23,546**	25,797	24,195	26,624	25,143	26,230	27,113	24,153	27,037
Obligations related to securities sold under repurchase agreements	35	**14,850**	17,517	16,574	16,158	11,322	20,597	18,655	19,431	16,983
Trading derivatives	36	**37,730**	36,309	39,028	29,059	29,143	28,322	29,337	33,380	36,295
Other liabilities	37	**22,101**	22,365	23,829	21,777	18,936	20,321	17,461	15,285	16,908
Total	38	**109,075**	112,621	112,905	102,810	93,777	103,895	101,242	99,493	104,258
Subordinated notes and debentures	39	**12,466**	11,939	9,449	10,005	9,210	9,209	6,900	6,915	7,748
Liability for preferred shares and capital trust securities	40	**1,428**	1,449	1,449	1,798	1,797	1,800	1,794	1,794	1,786
Non-controlling interests in subsidiaries	41	**534**	521	524	538	13	2,607	2,439	2,429	2,530
Shareholders' equity										
Capital stock										
Common	42	**12,818**	6,632	6,577	6,525	6,455	6,417	6,334	6,353	6,245
Preferred	43	**1,125**	875	425	425	425	425	425	425	425
Contributed surplus	44	**383**	121	119	118	124	68	66	56	51
Retained earnings	45	**16,864**	16,499	15,954	15,378	14,865	14,375	13,725	13,544	13,069
Accumulated other comprehensive income (page 20)	46	**(595)**	(1,187)	(1,671)	(1,443)	(94)	(268)	(918)	(951)	(507)
Total	47	**30,595**	22,940	21,404	21,003	21,775	21,017	19,632	19,427	19,283
Total liabilities and shareholders' equity	48	**$503,621**	$435,153	$ 422,124	$ 403,890	$ 396,734	$ 408,216	$ 392,914	$ 385,845	$ 388,596

Unrealized Gain(Loss) on Banking Book Equities and

Assets Under Administration and Management

Bank Financial Group

($ millions) AS AT		LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2
Banking Book Equities[1]											
Publicly traded											
Balance sheet and fair value		1	**$ 3,221**	$ 3,219							
Unrealized gain (loss)[2]		2	**$ 396**	$ 448							
Privately held											
Balance sheet value		3	**$ 604**	$ 771							
Fair value		4	**$ 954**	$ 1,224							
Unrealized gain (loss)[3]		5	**$ 350**	$ 453							
Total banking book equities											
Balance sheet value	(lines 1 + 3)	6	**$ 3,825**	$ 3,990							
Fair value	(lines 1 + 4)	7	**$ 4,175**	$ 4,443							
Unrealized gain (loss)	(lines 2 + 5)	8	**$ 746**	$ 901	$ 1,236	$ 1,010	$ 1,027	$ 990	$ 774	$ 707	$ 706
Assets under administration											
Canadian Personal and Commercial Banking		9	**$ 47,245**	$ 50,561	$ 50,017	$ 50,142	$ 52,089	$ 50,942	$ 47,450	$ 42,150	$ 40,898
U.S. Personal and Commercial Banking		10	**21,532**	7,377	7,328	7,770	8,142	8,659	8,316	9,337	9,904
Wealth Management		11	**187,259**	178,192	185,392	176,951	175,213	169,058	160,799	153,004	153,723
Total		12	**$256,036**	$ 236,130	$ 242,737	$ 234,863	$ 235,444	$ 228,659	$ 216,565	$ 204,491	$ 204,525
Assets under management											
U.S. Personal and Commercial Banking		13	**$ 8,043**	$ 5,592	$ 5,761	$ 6,061	$ 6,487	$ 6,537	$ 6,137	$ 6,054	$ 6,551
Wealth Management		14	**174,231**	169,679	159,580	160,065	162,869	156,777	151,243	143,339	138,722
Total		15	**$182,274**	$ 175,271	$ 165,341	$ 166,126	$ 169,356	$ 163,314	$ 157,380	$ 149,393	$ 145,273

[1] Effective Q1 2008, the Bank implemented OSFI's guidelines under Basel II. Lines 1 to 7 represent new disclosure under Basel II. Comparative numbers for unrealized gain (loss) on total banking book equities are provided on line 8.

[2] Unrealized gain (loss) on publicly traded available-for-sale securities are included in other comprehensive income.

[3] Unrealized gain (loss) for privately held equities are neither recognized in the balance sheet through other comprehensive income nor through the income statement.

($MILLIONS)	**LINE**	**2008**		**2007**				**2006**			**Year to Date**		**Full Year**	
AS AT	**#**	**Q2**	**Q1**	**Q4**	**Q3**	**Q2**	**Q1**	**Q4**	**Q3**	**Q2**	**2008**	**2007**	**2007**	**2006**
Identifiable intangible assets														
Opening balance	1	**$ 1,974**	$ 2,104	$ 2,264	$ 2,368	$ 1,896	$ 1,946	$ 2,007	$ 2,185	$ 2,275	**$ 2,104**	$ 1,946	$ 1,946	$ 2,124
Arising during the period - TD Banknorth	2	**-**	(4)	52	-	580	42	64	(22)	32	**(4)**	622	674	356
- On acquisition of Commerce	3	**1,882**	-	-	-	-	-	-	-	-	**1,882**	-	-	-
- Other	4	**-**	-	-	-	11	-	-	-	-	**-**	11	11	-
Amortized in the period	5	**(117)**	(122)	(138)	(131)	(112)	(118)	(126)	(126)	(125)	**(239)**	(230)	(499)	(505)
Sale of TD Waterhouse U.S.A.	6	**-**	-	-	-	-	-	-	-	-	**-**	-	-	(6)
Foreign exchange and other adjustments	7	**34**	(4)	(74)	27	(7)	26	1	(30)	3	**30**	19	(28)	(23)
Closing balance	8	**$ 3,773**	$ 1,974	$ 2,104	$ 2,264	$ 2,368	$ 1,896	$ 1,946	$ 2,007	$ 2,185	**$ 3,773**	$ 2,368	$ 2,104	$ 1,946
Future tax liability on intangible assets														
Opening balance	9	**$ (676)**	$ (738)	$ (788)	$ (844)	$ (655)	$ (678)	$ (690)	$ (758)	$ (764)	**$ (738)**	$ (678)	$ (678)	$ (711)
Arising during the period - TD Banknorth	10	**-**	(1)	(16)	-	(227)	(17)	(23)	(8)	(35)	**(1)**	(244)	(260)	(164)
- On acquisition of Commerce	11	**(735)**	-	-	-	-	-	-	-	-	**(735)**	-	-	-
- Other	12	**-**	-	(11)	-	(4)	-	-	-	-	**-**	(4)	(15)	-
Arising during the period - changes in income tax rates	13	**-**	20	-	3	-	1	1	24	-	**20**	1	4	25
Recognized in the period	14	**40**	41	49	45	40	40	43	42	39	**81**	80	174	165
Foreign exchange and other adjustments	15	**(15)**	2	28	8	2	(1)	(9)	10	2	**(13)**	1	37	7
Closing balance	16	**$ (1,386)**	$ (676)	$ (738)	$ (788)	$ (844)	$ (655)	$ (678)	$ (690)	$ (758)	**$ (1,386)**	$ (844)	$ (738)	$ (678)
Net intangibles closing balance	17	**$ 2,387**	$ 1,298	$ 1,366	$ 1,476	$ 1,524	$ 1,241	$ 1,268	$ 1,317	$ 1,427	**$ 2,387**	$ 1,524	$ 1,366	$ 1,268
Goodwill														
Opening balance	18	**$ 7,875**	$ 7,918	$ 8,407	$ 8,940	$ 8,176	$ 7,396	$ 7,411	$ 7,652	$ 7,376	**$ 7,918**	$ 7,396	$ 7,396	$ 6,518
Arising during the period - TD Banknorth	19	**-**	(21)	(36)	-	881	528	(29)	27	316	**(21)**	1,409	1,373	2,036
- On acquisition of Commerce	20	**6,115**	-	-	-	-	-	-	-	-	**6,115**	-	-	-
- Other	21	**-**	-	2	-	(27)	-	-	-	-	**-**	(27)	(25)	-
Sale of TD Waterhouse U.S.A.	22	**-**	-	-	-	-	-	-	-	-	**-**	-	-	(827)
Foreign exchange and other adjustments	23	**223**	(22)	(455)	(533)	(90)	252	14	(268)	(40)	**201**	162	(826)	(331)
Closing balance	24	**$ 14,213**	$ 7,875	$ 7,918	$ 8,407	$ 8,940	$ 8,176	$ 7,396	$ 7,411	$ 7,652	**$ 14,213**	$ 8,940	$ 7,918	$ 7,396
Total net intangibles and goodwill closing balance	25	**$ 16,600**	$ 9,173	$ 9,284	$ 9,883	$ 10,464	$ 9,417	$ 8,664	$ 8,728	$ 9,079	**$ 16,600**	$10,464	$ 9,284	$ 8,664
Restructuring costs accrual														
Opening balance	26	**$ 20**	$ 29	$ 51	$ 61	$ 19	$ 27	$ 29	$ 35	$ 60	**$ 29**	$ 27	$ 27	$ 25
Expensed during the period	27	**48**	-	-	-	67	-	-	-	-	**48**	67	67	50
Amount utilized during the period:	28													
Wholesale Banking	29	**-**	(7)	(2)	-	-	(8)	(2)	(6)	(25)	**(7)**	(8)	(10)	(48)
TD Commerce Bank	30	**(7)**	(2)	(20)	(10)	(25)	-	-	-	-	**(9)**	(25)	(55)	-
Closing balance	31	**$ 61**	$ 20	$ 29	$ 51	$ 61	$ 19	$ 27	$ 29	$ 35	**$ 61**	$ 61	$ 29	$ 27

Loan Securitization

TD Bank Financial Group

($MILLIONS)

FOR THE PERIOD ENDED		LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2	Year to Date 2008	Year to Date 2007	Full Year 2007	Full Year 2006
Loans securitized and sold to third parties															
Securitized/(repurchased) during the period[1]															
Mortgage	MBS Pool	1	**$ 2,024**	$ 1,896	$ 1,553	$ 2,246	$ 3,141	$ 2,358	$ 1,700	$ 1,613	$ 1,763	**$ 3,920**	$ 5,499	$ 9,298	$ 6,424
	Commercial	2	**-**	-	-	-	-	-	205	132	287	**-**	-	-	624
Personal	HELOC	3	**-**	-	-	-	-	1,000	3,000	500	-	**-**	1,000	1,000	3,500
Total		4	**$ 2,024**	$ 1,896	$ 1,553	$ 2,246	$ 3,141	$ 3,358	$ 4,905	$ 2,245	$ 2,050	**$ 3,920**	$ 6,499	$ 10,298	$ 10,548
Outstanding at period end															
Mortgage	MBS Pool[2]	5	**$ 20,497**	$ 20,238	$ 18,353	$ 18,822	$ 18,864	$ 17,494	$ 16,344	$16,099	$16,180	**$ 20,497**	$18,864	$ 18,353	$ 16,344
	Commercial	6	**155**	159	163	171	254	181	2,773	2,583	2,511	**155**	254	163	2,773
Personal	HELOC[3]	7	**8,500**	9,000	9,000	9,000	9,000	9,000	8,000	5,000	4,500	**8,500**	9,000	9,000	8,000
	Credit Card	8	**800**	800	800	800	800	800	800	800	1,300	**800**	800	800	800
Total outstanding at period end		9	**$ 29,952**	$ 30,197	$ 28,316	$ 28,793	$ 28,918	$ 27,475	$ 27,917	$24,482	$24,491	**$ 29,952**	$28,918	$ 28,316	$ 27,917
Economic impact - before-tax															
Net interest income		10	**$ (77)**	$ (76)	$ (80)	$ (94)	$ (106)	$ (125)	$ (76)	$ (102)	$ (85)	**$ (153)**	$ (231)	$ (405)	$ (368)
Other income		11	**91**	76	80	86	97	134	97	85	72	**167**	231	397	346
Provision for credit losses		12	**5**	5	4	4	5	4	4	4	8	**10**	9	17	24
Total impact		13	**$ 19**	$ 5	$ 4	$ (4)	$ (4)	$ 13	$ 25	$ (13)	$ (5)	**$ 24**	$ 9	$ 9	$ 2
Mortgage-backed Securities retained[4]															
Outstanding at end of period		14	**$ 20,170**	$ 20,919	$ 21,147	$ 21,643	$ 21,433	$ 23,186	$ 20,914	$20,414	$18,852	**$ 20,170**	$21,433	$ 21,147	$ 20,914

[1] Excludes principal repayments during the period.
[2] Reflects securitization where no credit exposure is retained.
[3] Includes securitization of $500 million in Q4 2006 and $1,100 million in periods beginning Q1 2007, where no credit exposure is retained.
[4] Reported as available-for-sale securities under government and government-insured securities.

LOANS MANAGED

($ millions)		2008 Q2 Loans[1]	2008 Q2 Gross impaired loans	2008 Q2 Year-to-date write offs, net of recoveries	2008 Q1 Loans[1]	2008 Q1 Gross impaired loans	2008 Q1 Year-to-date write offs, net of recoveries
Type of loan							
Residential mortgages	1	**$ 87,606**	**$ 183**	**$ 3**	$ 81,877	$ 159	$ 1
Consumer installment and other personal	2	**83,275**	**195**	**178**	77,073	176	86
Credit card	3	**6,733**	**68**	**153**	6,461	71	75
Business and government and other loans	4	**60,765**	**475**	**81**	46,617	424	23
Total loans reported and securitized	5	**238,379**	**921**	**415**	212,028	830	185
Less: loans securitized							
Residential mortgage loans	6	**20,497**	**-**	**-**	20,238	-	-
Personal loans	7	**8,500**	**12**	**-**	9,000	12	-
Credit card loans	8	**800**	**-**	**10**	800	-	5
Commercial mortgage loans[2]	9	**155**	**-**	**-**	159	-	-
Total loans securitized	10	**29,952**	**12**	**10**	30,197	12	5
Total loans reported on the Consolidated Balance Sheet	11	**$ 208,427**	**$ 909**	**$ 405**	$ 181,831	$ 818	$ 180

[1] Net of allowance for credit losses.

[2] Commercial mortgage loans are Included in business and government loans.

($millions) AS AT	LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2	Year to Date 2008	Year to Date 2007	Full Year 2007	Full Year 2006
CHANGE IN GROSS IMPAIRED LOANS BY SEGMENT														
Balance at beginning of period	1	**$ 818**	$ 569	$ 590	$ 603	$ 511	$ 446	$ 390	$ 382	$ 390	**$ 569**	$ 446	$ 446	$ 372
Additions														
Canadian Personal and Commercial Banking - retail[1,2]	2	**338**	405	263	246	235	228	219	157	159	**743**	463	972	695
- commercial mid-market	3	**33**	33	8	10	14	8	39	12	7	**66**	22	40	126
U.S. Personal and Commercial Banking - Banknorth	4	**102**	87	115	105	212	121	68	51	69	**189**	333	553	227
- Commerce[3]	5	**97**	-	-	-	-	-	-	-	-	**97**	-	-	-
Wholesale Banking	6	**5**	134	-	14	-	12	-	14	3	**139**	12	26	34
Other	7	**-**	-	1	-	-	-	-	-	-	**-**	-	1	-
Total additions to impaired loans and acceptances	8	**575**	659	387	375	461	369	326	234	238	**1,234**	830	1,592	1,082
Return to performing status, repaid or sold	9	**(234)**	(197)	(188)	(166)	(158)	(126)	(93)	(74)	(101)	**(431)**	(284)	(638)	(372)
Net new additions (reductions)	10	**341**	462	199	209	303	243	233	160	137	**803**	546	954	710
Write-offs	11	**(258)**	(212)	(202)	(200)	(207)	(184)	(177)	(148)	(142)	**(470)**	(391)	(793)	(629)
Foreign exchange and other adjustments	12	**8**	(1)	(18)	(22)	(4)	6	-	(4)	(3)	**7**	2	(38)	(7)
Change during the period	13	**91**	249	(21)	(13)	92	65	56	8	(8)	**340**	157	123	74
Balance at end of period	14	**$ 909**	$ 818	$ 569	$ 590	$ 603	$ 511	$ 446	$ 390	$ 382	**$ 909**	$ 603	$ 569	$ 446
GROSS IMPAIRED LOANS BY COUNTRY OF ULTIMATE RISK[4]														
Canada	15	**517**	$ 513	$ 325	$ 316	$ 307	$ 317	$ 316	$ 267	$ 262	$ 517	$ 307	$ 325	$ 316
United States[3]	16	**389**	302	244	274	296	194	130	123	120	389	296	244	130
Other international														
United Kingdom / Europe	17	**1**	1	-	-	-	-	-	-	-	1	-	-	-
Other	18	**2**	2	-	-	-	-	-	-	-	2	-	-	-
Total other international	19	**3**	3	-	-	-	-	-	-	-	3	-	-	-
Total gross impaired loans	20	**$ 909**	$ 818	$ 569	$ 590	$ 603	$ 511	$ 446	$ 390	$ 382	$ 909	$ 603	$ 569	$ 446
GROSS IMPAIRED LOANS BY SEGMENT														
Canadian Personal and Commercial Banking														
Personal	21	**$ 403**	$ 399	$ 244	$ 225	$ 217	$ 211	$ 191	$ 153	$ 158	**$ 403**	$ 217	$ 244	$ 191
Commercial	22	**91**	82	66	77	79	93	113	100	103	**91**	79	66	113
Total Canadian Personal and Commercial Banking	23	**494**	481	310	302	296	304	304	253	261	**494**	296	310	304
U.S. Personal and Commercial Banking[3]	24	**315**	228	237	256	276	174	121	114	112	**315**	276	237	121
Wholesale Banking	25	**91**	100	13	24	23	24	12	14	-	**91**	23	13	12
Other	26	**9**	9	9	8	8	9	9	9	9	**9**	8	9	9
Total gross impaired loans	27	**$ 909**	$ 818	$ 569	$ 590	$ 603	$ 511	$ 446	$ 390	$ 382	**$ 909**	$ 603	$ 569	$ 446
NET IMPAIRED LOANS BY SEGMENT														
Canadian Personal and Commercial Banking														
Personal	28	**$ 279**	$ 276	$ 126	$ 115	$ 103	$ 103	$ 87	$ 83	$ 88	**$ 279**	$ 103	$ 126	$ 87
Commercial	29	**49**	49	29	36	40	52	73	60	60	**49**	40	29	73
Total Canadian Personal and Commercial Banking	30	**328**	325	155	151	143	155	160	143	148	**328**	143	155	160
U.S. Personal and Commercial Banking[3]	31	**281**	192	200	215	221	150	101	92	96	**281**	221	200	101
Wholesale Banking	32	**44**	36	10	13	8	9	9	10	-	**44**	8	10	9
Other	33	**1**	1	1	-	-	-	-	-	-	**1**	-	1	-
Impaired loans net of specific provisions	34	**654**	554	366	379	372	314	270	245	244	**654**	372	366	270
Specific allowance as a % of gross impaired loans	35	**28.1 %**	32.3 %	35.7 %	35.8 %	38.3 %	38.6 %	39.5 %	37.2 %	36.1 %	**28.1 %**	38.3 %	35.7 %	39.5 %
Total loans and acceptances (page 13, lines 17+18)	36	**$ 219,275**	$ 192,464	$ 185,194	$ 181,145	$ 179,137	$ 171,296	$ 169,284	$ 165,990	$ 163,607	**$ 219,275**	$ 179,137	$ 185,194	$ 169,284
Impaired loans net of specific allowance as a % of net loans[5]	37	**0.3%**	0.3%	0.2%	0.2%	0.2%	0.2%	0.2%	0.1%	0.1%	**0.3%**	0.2%	0.2%	0.2%

[1] Including Small Business Banking.

[2] The quarter-over-quarter increase in Q1 2008 was largely a result of a change in the definition of gross impaired loans for insured residential mortgages from 360 days to 90 days past the contractual due date. There was an insignificant impact on specific allowances as a majority of the net increase in gross impaired balances related to residential mortgages that are insured.

[3] All loans acquired from Commerce have been measured at fair value. Fair value takes into consideration the credit quality of the loans and as a result, there is no allowance recognized upon acquisition.

[4] Effective Q1 2008, the Bank implemented OSFI's guidelines under Basel II. This represents a new disclosure under Basel II. Prior to Q1 2008, the geographic location was based on the unit responsible for recording revenue.

[5] Includes customers' liability under acceptances and net of specific allowances.

($ millions) AS AT	LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2	Year to Date 2008	Year to Date 2007	Full Year 2007	Full Year 2006
ALLOWANCE FOR CREDIT LOSSES														
Specific allowance														
Balance at beginning of period	1	**$ 264**	$ 203	$ 211	$ 231	$ 197	$ 176	$ 145	$ 138	$ 157	**$ 203**	$ 176	$ 176	$ 155
Write-offs	2	**(258)**	(212)	(202)	(200)	(191)	(170)	(164)	(137)	(130)	**(470)**	(361)	(763)	(583)
Recoveries	3	**33**	32	27	40	37	31	33	33	32	**65**	68	135	129
Provision for credit losses	4	**211**	235	165	141	184	153	156	107	74	**446**	337	643	457
Foreign exchange and other adjustments	5	**5**	6	2	(1)	4	7	6	4	5	**11**	11	12	18
Balance at end of period	6	**255**	264	203	211	231	197	176	145	138	**255**	231	203	176
General allowance														
Balance at beginning of period	7	**1,098**	1,092	1,146	1,147	1,169	1,141	1,134	1,153	1,201	**1,092**	1,141	1,141	1,138
Provision for credit losses - TD Banknorth	8	**5**	4	21	18	(23)	(1)	5	(7)	2	**9**	(24)	15	(6)
- VFC	9	**16**	15	13	12	11	11	9	9	-	**31**	22	47	18
- Other	10	**-**	1	(60)	-	-	-	-	-	(60)	**1**	-	(60)	(60)
Arising on acquisitions[1]	11	**-**	-	-	-	-	14	-	-	18	**-**	14	14	87
Foreign exchange and other adjustments	12	**(5)**	(14)	(28)	(31)	(10)	4	(7)	(21)	(8)	**(19)**	(6)	(65)	(36)
Balance at end of period	13	**1,114**	1,098	1,092	1,146	1,147	1,169	1,141	1,134	1,153	**1,114**	1,147	1,092	1,141
Total allowance for credit losses at end of period	14	**$ 1,369**	$ 1,362	$ 1,295	$ 1,357	$ 1,378	$ 1,366	$ 1,317	$ 1,279	$ 1,291	**$ 1,369**	$ 1,378	$ 1,295	$ 1,317

($ millions) AS AT	LINE #	2008 Q2	2008 Q1
SPECIFIC ALLOWANCE BY COUNTRY OF ULTIMATE RISK[2]			
Canada	15	**170**	$ 178
United States	16	**83**	84
Other international			
United Kingdom / Europe	17	**-**	-
Other	18	**2**	2
Total other international	19	**2**	2
Total specific allowance	20	**$ 255**	$ 264

[1] All loans acquired from Commerce have been measured at fair value. Fair value takes into consideration the credit quality of the loans and as a result, there is no allowance recognized upon acquisition.

[2] Effective Q1 2008, the Bank implemented OSFI's guidelines under Basel II. This represents a new disclosure under Basel II.

Provision for Credit Losses

TD Bank Financial Group

($MILLIONS) AS AT	LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2	Year to Date 2008	Year to Date 2007	Full Year 2007	Full Year 2006
PROVISION FOR CREDIT LOSSES														
New specifics (net of reversals)	1	**$ 244**	$ 267	$ 192	$ 181	$ 221	$ 184	$ 189	$ 140	$ 106	**$ 511**	$ 405	$ 778	$ 586
Recoveries	2	**(33)**	(32)	(27)	(40)	(37)	(31)	(33)	(33)	(32)	**(65)**	(68)	(135)	(129)
Provision for (reversal of) credit losses - specifics	3	**211**	235	165	141	184	153	156	107	74	**446**	337	643	457
Change in general allowance - TD Banknorth	4	**5**	4	21	18	(23)	(1)	5	(7)	2	**9**	(24)	15	(6)
- VFC	5	**16**	15	13	12	11	11	9	9	-	**31**	22	47	18
- Other	6	**-**	1	(60)	-	-	-	-	-	(60)	**1**	-	(60)	(60)
Provision for (reversal of) credit losses	7	**$ 232**	$ 255	$ 139	$ 171	$ 172	$ 163	$ 170	$ 109	$ 16	**$ 487**	$ 335	$ 645	$ 409
PROVISION FOR (REVERSAL OF) CREDIT LOSSES BY SEGMENT														
Canadian Personal and Commercial Banking	8	**$ 191**	$ 172	$ 176	$ 151	$ 143	$ 138	$ 132	$ 104	$ 78	**$ 363**	$ 281	$ 608	$ 413
U.S. Personal and Commercial Banking	9	**46**	26	35	33	35	17	15	10	8	**72**	52	120	40
Wholesale Banking [1]	10	**10**	56	4	8	12	24	13	15	11	**66**	36	48	68
Corporate														
Initial set up of specific allowance for credit card and overdraft loans	11	**-**	-	-	-	-	-	28	-	-	**-**	-	-	28
Securitization	12	**(5)**	(5)	(4)	(4)	(5)	(4)	(4)	(4)	(8)	**(10)**	(9)	(17)	(24)
Wholesale Banking - CDS [1]	13	**(10)**	6	(11)	(11)	(12)	(12)	(11)	(12)	(11)	**(4)**	(24)	(46)	(47)
General allowance release	14	**-**	-	(60)	-	-	-	-	-	(60)	**-**	-	(60)	(60)
Other	15	**-**	-	(1)	(6)	(1)	-	(3)	(4)	(2)	**-**	(1)	(8)	(9)
Total Corporate	16	**(15)**	1	(76)	(21)	(18)	(16)	10	(20)	(81)	**(14)**	(34)	(131)	(112)
Provision for (reversal of) credit losses	17	**$ 232**	$ 255	$ 139	$ 171	$ 172	$ 163	$ 170	$ 109	$ 16	**$ 487**	$ 335	$ 645	$ 409

[1] Premiums on credit default swaps (CDS) recorded in provision for credit losses for Wholesale Banking are reclassified to trading income in the Corporate segment.

Analysis of Change in Shareholders' Equity

TD Bank Financial Group

($MILLIONS) FOR THE PERIOD ENDED	LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2	Year to Date 2008	Year to Date 2007	Full Year 2007	Full Year 2006
Common shares														
Opening balance	1	**$ 6,632**	$ 6,577	$ 6,525	$ 6,455	$ 6,417	$ 6,334	$ 6,353	$ 6,245	$ 6,015	**$ 6,577**	$ 6,334	$ 6,334	$ 5,872
Issued - options	2	**29**	42	41	79	19	34	26	13	35	**71**	53	173	119
- dividend reinvestment plan	3	**22**	21	23	22	21	19	26	95	107	**43**	40	85	328
- acquisition of VFC	4	**-**	-	-	-	-	-	-	-	70	**-**	-	-	70
- acquisition of Commerce	5	**6,147**	-	-	-	-	-	-	-	-	**6,147**	-	-	-
Impact of shares (acquired) sold for trading purposes[1]	6	**(12)**	(8)	4	(2)	(2)	30	(36)	-	18	**(20)**	28	30	(20)
Repurchase of common shares	7	**-**	-	(16)	(29)	-	-	(35)	-	-	**-**	-	(45)	(35)
Closing balance	8	**12,818**	6,632	6,577	6,525	6,455	6,417	6,334	6,353	6,245	**12,818**	6,455	6,577	6,334
Preferred shares														
Opening balance	9	**875**	425	425	425	425	425	425	425	425	**425**	425	425	-
Issued	10	**250**	450	-	-	-	-	-	-	-	**700**	-	-	425
Closing balance	11	**1,125**	875	425	425	425	425	425	425	425	**1,125**	425	425	425
Contributed surplus														
Opening balance	12	**121**	119	118	124	68	66	56	51	47	**119**	66	66	40
Stock option expense	13	**6**	5	5	7	4	4	10	6	6	**11**	8	20	31
Stock option exercised	14	**(7)**	(3)	(4)	(13)	-	(2)	-	(1)	(2)	**(10)**	(2)	(19)	(5)
Conversion of TD Banknorth options on privatization	15	**-**	-	-	-	52	-	-	-	-	**-**	52	52	-
Conversion of Commerce options on acquisition	16	**263**	-	-	-	-	-	-	-	-	**263**	-	-	-
Closing balance	17	**383**	121	119	118	124	68	66	56	51	**383**	124	119	66
Retained earnings														
Opening balance	18	**16,499**	15,954	15,378	14,865	14,375	13,725	13,544	13,069	12,652	**15,954**	13,725	13,725	10,650
Transition adjustment on adoption of Financial Instruments standards	19	**-**	-	-	-	-	80	-	-	-	**-**	80	80	-
Net income	20	**852**	970	1,094	1,103	879	921	762	796	738	**1,822**	1,800	3,997	4,603
Dividends - common	21	**(473)**	(410)	(409)	(381)	(382)	(345)	(347)	(316)	(315)	**(883)**	(727)	(1,517)	(1,278)
Dividends - preferred	22	**(11)**	(8)	(5)	(2)	(7)	(6)	(5)	(6)	(6)	**(19)**	(13)	(20)	(22)
Premium paid on common shares repurchased	23	**-**	-	(104)	(207)	-	-	(229)	-	-	**-**	-	(311)	(229)
Other	24	**(3)**	(7)	-	-	-	-	-	1	-	**(10)**	-	-	1
Closing balance	25	**16,864**	16,499	15,954	15,378	14,865	14,375	13,725	13,544	13,069	**16,864**	14,865	15,954	13,725
Accumulated other comprehensive Income														
Opening balance	26	**(1,187)**	(1,671)	(1,443)	(94)	(268)	(918)	(951)	(507)	(666)	**(1,671)**	(918)	(918)	(696)
Transition adjustment on adoption of Financial Instruments standards	27	**-**	-	-	-	-	426	-	-	-	**-**	426	426	-
Net change in unrealized gains and (losses) on available-for-sale securities	28	**(82)**	313	218	(197)	61	24	-	-	-	**231**	85	106	-
Net change in unrealized foreign currency translation gains and (losses) on investment in subsidiaries, net of hedging activities	29	**470**	(231)	(604)	(971)	97	323	33	(444)	159	**239**	420	(1,155)	(222)
Net change in gains and (losses) on derivatives designated as cash flow hedges	30	**204**	402	158	(181)	16	(123)	-	-	-	**606**	(107)	(130)	-
Closing balance (page 22)	31	**(595)**	(1,187)	(1,671)	(1,443)	(94)	(268)	(918)	(951)	(507)	**(595)**	(94)	(1,671)	(918)
Total shareholders' equity	32	**$ 30,595**	$ 22,940	$ 21,404	$ 21,003	$ 21,775	$ 21,017	$ 19,632	$ 19,427	$ 19,283	**$ 30,595**	$ 21,775	$ 21,404	$ 19,632
NUMBER OF COMMON SHARES (thousands)														
Opening balance	33	**719,039**	717,814	718,348	719,875	719,040	717,416	720,792	718,786	714,696	**717,814**	717,416	717,416	711,812
Issued - options	34	**484**	965	866	1,455	579	931	744	372	990	**1,449**	1,510	3,831	3,388
- dividend reinvestment plan	35	**329**	320	330	317	308	268	392	1,631	1,718	**649**	576	1,223	5,397
- acquisition of VFC	36	**-**	-	-	-	-	-	-	2	1,101	**-**	-	-	1,103
- acquisition of Commerce	37	**83,270**	-	-	-	-	-	-	-	-	**83,270**	-	-	-
Impact of shares (acquired) sold for trading purposes[1]	38	**(194)**	(60)	32	(61)	(52)	425	(512)	1	281	**(254)**	373	344	(284)
Repurchase of common shares	39	**-**	-	(1,762)	(3,238)	-	-	(4,000)	-	-	**-**	-	(5,000)	(4,000)
Closing balance	40	**802,928**	719,039	717,814	718,348	719,875	719,040	717,416	720,792	718,786	**802,928**	719,875	717,814	717,416

[1] Purchased by subsidiaries of the Bank, which are regulated securities entities in accordance with Regulation 92-313 under the *Bank Act* .

Change in Accumulated Other Comprehensive Income, net of income taxes

TD Bank Financial Group

($MILLIONS) FOR THE PERIOD ENDED	LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2	Year to Date 2008	Year to Date 2007	Full Year 2007	Full Year 2006
Unrealized gains (losses) on available-for-sale securities														
Opening balance	1	**$ 706**	$ 393	$ 175	$ 372	$ 311	$ -	$ -	$ -	$ -	**$ 393**	$ -	$ -	$ -
Transition adjustment on adoption of financial instrument standards	2	**-**	-	-	-	-	287	-	-	-	**-**	287	287	-
Change in unrealized gains and losses, net of income taxes	3	**(69)**	341	235	(188)	63	49	-	-	-	**272**	112	159	-
Reclassification to earnings, net of income taxes	4	**(13)**	(28)	(17)	(9)	(2)	(25)	-	-	-	**(41)**	(27)	(53)	-
Net change for the period	5	**(82)**	313	218	(197)	61	24	-	-	-	**231**	85	106	-
Closing balance	6	**624**	706	393	175	372	311	-	-	-	**624**	372	393	-
Unrealized foreign currency translation gains and losses on investments in subsidiaries, net of hedging activities														
Opening balance	7	**(2,304)**	(2,073)	(1,469)	(498)	(595)	(918)	(951)	(507)	(666)	**(2,073)**	(918)	(918)	(696)
Investment in subsidiaries	8	**512**	401	(1,908)	(1,419)	(584)	892	(29)	(292)	(7)	**913**	308	(3,019)	(720)
Hedging activities	9	**(56)**	(913)	1,944	665	1,012	(848)	97	(230)	246	**(969)**	164	2,773	641
Impact of change in investment in subsidiaries	10	**-**	-	-	-	-	-	-	-	-	**-**	-	-	66
Provision for/ benefit of income taxes	11	**14**	281	(640)	(217)	(331)	279	(35)	78	(80)	**295**	(52)	(909)	(209)
Closing balance	12	**(1,834)**	(2,304)	(2,073)	(1,469)	(498)	(595)	(918)	(951)	(507)	**(1,834)**	(498)	(2,073)	(918)
Gains (losses) on derivatives designated as cash flow hedges														
Opening balance	13	**411**	9	(149)	32	16	-	-	-	-	**9**	-	-	-
Transition adjustment on adoption of financial instrument standards	14	**-**	-	-	-	-	139	-	-	-	**-**	139	139	-
Change in gains and losses, net of income taxes	15	**235**	408	140	(196)	13	(127)	-	-	-	**643**	(114)	(170)	-
Reclassification to earnings, net of income taxes	16	**(31)**	(6)	18	15	3	4	-	-	-	**(37)**	7	40	-
Net change for the period	17	**204**	402	158	(181)	16	(123)	-	-	-	**606**	(107)	(130)	-
Closing balance	18	**615**	411	9	(149)	32	16	-	-	-	**615**	32	9	-
Accumulated other comprehensive income closing balance	19	**$ (595)**	$ (1,187)	$ (1,671)	$ (1,443)	$ (94)	$ (268)	$ (918)	$ (951)	$ (507)	**$ (595)**	$ (94)	$ (1,671)	$ (918)

Analysis of Change in Non-Controlling Interests and Investment in TD Ameritrade

Bank Financial Group

($MILLIONS) FOR THE PERIOD ENDED	LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2	Year to Date 2008	Year to Date 2007	Full Year 2007	Full Year 2006
Non-controlling interests in subsidiaries														
Opening balance	1	**$ 521**	$ 524	$ 538	$ 13	$ 2,607	$ 2,439	$ 2,429	$ 2,530	$ 2,847	**$ 524**	$ 2,439	$ 2,439	$ 1,708
On acquisition / (privatization)	2	**-**	-	-	-	(2,482)	-	-	-	-	**-**	(2,482)	(2,482)	-
Shares repurchase / shares purchased by TD	3	**-**	-	-	-	(25)	(23)	(23)	(22)	(300)	**-**	(48)	(48)	(363)
Shares issued by TD Banknorth	4	**-**	-	-	-	22	85	5	3	12	**-**	107	107	1,130
Issuance of REIT preferred shares of subsidiary	5	**-**	-	-	524	-	-	-	-	-	**-**	-	524	-
Dilution loss	6	**-**	-	-	-	-	-	-	-	-	**-**	-	-	66
On account of income	7	**9**	8	8	13	27	47	48	52	47	**17**	74	95	184
Dividends paid by TD Banknorth to minority shareholders	8	**-**	-	-	-	(27)	(24)	(24)	(24)	(27)	**-**	(51)	(51)	(96)
Foreign exchange and other adjustments	9	**4**	(11)	(22)	(12)	(109)	83	4	(110)	(49)	**(7)**	(26)	(60)	(190)
Closing balance	10	**$ 534**	$ 521	$ 524	$ 538	$ 13	$ 2,607	$ 2,439	$ 2,429	$ 2,530	**$ 534**	$ 13	$ 524	$ 2,439
Investment in TD Ameritrade														
Opening balance	11	**$ 4,593**	$ 4,515	$ 4,749	$ 5,131	$ 5,113	$ 4,379	$ 4,284	$ 3,783	$ 3,327	**$ 4,515**	$ 4,379	$ 4,379	$ -
On acquisition	12	**-**	-	-	-	-	-	-	-	45	**-**	-	-	3,372
Purchase (sale) of shares	13	**-**	-	-	(54)	-	-	-	632	301	**-**	-	(54)	933
Increase in reported investment through Lillooet Limited[1]	14	**-**	-	-	-	-	464	42	-	-	**-**	464	464	42
Equity in net income, net of income taxes	15	**71**	92	85	69	65	65	48	51	35	**163**	130	284	134
Foreign exchange and other adjustments	16	**165**	(14)	(319)	(397)	(47)	205	5	(182)	75	**151**	158	(558)	(102)
Closing balance	17	**$ 4,829**	$ 4,593	$ 4,515	$ 4,749	$ 5,131	$ 5,113	$ 4,379	$ 4,284	$ 3,783	**$ 4,829**	$ 5,131	$ 4,515	$ 4,379

[1] This represents increase in the Bank's reported investment in TD Ameritrade through the consolidation of a variable interest entity, Lillooet Limited.

Gross Credit Risk Exposures - Basel II [1]

Bank Financial Group

($ millions)

GROSS CREDIT RISK EXPOSURES[2]

	LINE #	2008 Q2[10]						2008 Q1					
By Counterparty Type		**Drawn**	**Undrawn[3]**	**Repo-style transactions**	**OTC derivatives[4]**	**Other off-balance sheet**	**Total**	Drawn	Undrawn[3]	Repo-style transactions	OTC derivatives[4]	Other off-balance sheet	Total
Retail [5]													
Residential secured	1	**$ 112,306**	**$ 20,470**	**$ -**	**$ -**	**$ -**	**$ 132,776**	$ 103,881	$ 18,046	$ -	$ -	$ -	$ 121,927
Qualifying revolving retail	2	**12,886**	**28,133**	**-**	**-**	**-**	**41,019**	12,693	27,660	-	-	-	40,353
Other retail	3	**29,209**	**6,206**	**-**	**-**	**-**	**35,415**	25,859	5,633	-	-	-	31,492
Total retail	4	**154,401**	**54,809**	**-**	**-**	**-**	**209,210**	142,433	51,339	-	-	-	193,772
Corporate [6]	5	**77,693**	**21,936**	**29,771**	**7,265**	**8,000**	**144,665**	56,960	21,129	29,835	8,648	5,772	122,344
Sovereign [7]	6	**27,958**	**711**	**9,951**	**4,164**	**201**	**42,985**	27,821	693	3,457	3,575	170	35,716
Bank [8]	7	**24,522**	**486**	**45,444**	**20,887**	**484**	**91,823**	18,635	439	45,153	28,959	460	93,646
Gross credit risk exposures	8	**$ 284,574**	**$ 77,942**	**$ 85,166**	**$ 32,316**	**$ 8,685**	**$ 488,683**	$ 245,849	$ 73,600	$ 78,445	$ 41,182	$ 6,402	$ 445,478
By Country of Ultimate Risk													
Canada	9	**191,911**	**66,175**	**50,151**	**9,941**	**4,900**	**323,078**	185,301	62,748	40,000	11,712	4,237	303,998
United States	10	**73,694**	**9,096**	**19,570**	**6,460**	**3,181**	**112,001**	42,967	8,250	22,151	8,555	1,606	83,529
Other international													
United Kingdom / Europe	11	**14,477**	**1,902**	**12,603**	**13,832**	**292**	**43,106**	13,025	1,943	13,447	19,131	275	47,821
Other	12	**4,492**	**769**	**2,842**	**2,083**	**312**	**10,498**	4,556	659	2,847	1,784	284	10,130
Total other international	13	**18,969**	**2,671**	**15,445**	**15,915**	**604**	**53,604**	17,581	2,602	16,294	20,915	559	57,951
Gross credit risk exposures	14	**$ 284,574**	**$ 77,942**	**$ 85,166**	**$ 32,316**	**$ 8,685**	**$ 488,683**	$ 245,849	$ 73,600	$ 78,445	$ 41,182	$ 6,402	$ 445,478
By Residual Contractual Maturity [9]													
Within 1 year	15	**$ 131,618**	**$ 62,205**	**$ 85,096**	**$ 6,318**	**5,756**	**290,993**	$ 119,487	$ 58,419	$ 78,350	$ 9,758	4,206	270,220
Over 1 year to 5 years	16	**107,683**	**15,025**	**70**	**15,757**	**2,309**	**140,844**	96,099	14,489	95	18,790	2,037	131,510
Over 5 years	17	**45,273**	**712**		**10,241**	**620**	**56,846**	30,263	692	-	12,634	159	43,748
Gross credit risk exposures	18	**$ 284,574**	**$ 77,942**	**$ 85,166**	**$ 32,316**	**$ 8,685**	**$ 488,683**	$ 245,849	$ 73,600	$ 78,445	$ 41,182	$ 6,402	$ 445,478

[1] Effective Q1 2008, the Bank implemented OSFI's guidelines under Basel II. This represents a new disclosure under Basel II.

[2] Gross credit risk exposures are pre-credit risk mitigants, and exclude securitization and equity exposures.

[3] Undrawn exposures are the amount that would be drawn on default, based on the Bank's exposure at default (EAD) models.

[4] Exposure on OTC derivatives is defined as the sum of net positive mark-to-market replacement cost and potential future exposures after the impact of master netting agreements.

[5] Retail exposures include individuals and certain small businesses. Within the retail category, there are three sub-types of exposures: residential secured (e.g. individual mortgages and home equity lines of credit); qualifying revolving retail (e.g. individual credit cards, unsecured lines of credit and overdraft protection products); and other retail (e.g. personal loans, student lines of credit and small business banking credit products).

[6] Corporate exposures include wholesale and commercial customers, and certain small businesses.

[7] Sovereign exposures include governments, central banks and certain public sector entities.

[8] Bank exposures include banks and securities firms.

[9] Residual contractual maturity is the remaining term to maturity of an exposure.

[10] A significant portion of the $43.2 billion increase in credit risk exposures in Q2 2008 was due to the Commerce acquisition, which represented $30.3 billion of this increase.

($ millions)		LINE #	2008 Q2	2008 Q1
RISK-WEIGHTED ASSETS (RWA)	(page 26)	1	**$ 178,635**	$ 145,900
CAPITAL				
Tier 1 capital				
Common shares	(page 21)	2	**$ 12,818**	$ 6,632
Contributed surplus	(page 21)	3	**383**	121
Retained earnings	(page 21)	4	**16,864**	16,499
Net unrealized foreign currency translation gains (losses) on investment in subsidiaries, net of hedging activities	(page 22)	5	**(1,834)**	(2,304)
Accumulated net after-tax unrealized loss on AFS equity securities in OCI		6	**-**	-
Preferred shares		7	**1,675**	1,425
Innovative instruments [2]		8	**1,736**	1,739
Qualifying non-controlling interests in subsidiaries		9	**20**	20
Gross Tier 1 capital		10	**31,662**	24,132
Goodwill and intangibles in excess of 5% limit		11	**(15,016)**	(7,967)
Net Tier 1 capital		12	**16,646**	16,165
IRB securitization (gain on sales of mortgages)		13	**(65)**	(51)
50% shortfall in allowance [3]		14	**(239)**	(162)
Other deductions		15	**(80)**	(64)
Adjusted net Tier 1 capital		16	**16,262**	15,888
Tier 2 capital				
Subordinated notes and debentures (net of amortization and ineligible)		17	**12,301**	11,777
General allowance - standardized portfolios		18	**467**	311
Allowance in excess of expected loss [4]		19	**-**	-
Accumulated net after-tax unrealized gain on AFS equity securities in OCI		20	**280**	312
50% shortfall in allowance [3]		21	**(239)**	(162)
Substantial investments [5]		22	**(6,295)**	(6,048)
Other deductions		23	**(80)**	(64)
Total Tier 2 capital		24	**6,434**	6,126
Total regulatory capital		25	**$ 22,696**	$ 22,014
CAPITAL RATIOS (%)				
Tier 1 capital ratio		26	**9.1%**	10.9%
Total capital ratio [6]		27	**12.7%**	15.1%
CAPITAL RATIOS FOR SIGNIFICANT BANK SUBSIDIARIES(%)				
TD Banknorth N.A. [7]				
Tier 1 capital ratio		28	**9.4%**	9.5%
Total capital ratio		29	**12.2%**	12.3%
Commerce Bank N.A. [7]				
Tier 1 capital ratio		30	**9.8%**	n/a
Total capital ratio		31	**10.6%**	n/a
TD Mortgage Corporation				
Tier 1 capital ratio		32	**48.4%**	42.4%
Total capital ratio		33	**53.0%**	46.4%

1 Effective November 1, 2007, the Bank implemented OSFI's guidelines under Basel II. Accordingly, the numbers for 2008 are based on Basel II. For comparative numbers based on Basel I, see page 27.

2 In accordance with CICA Handbook s. 3860, the Bank is required to classify certain classes of preferred shares and innovative Tier 1 capital investments as liabilities on the balance sheet. For regulatory capital purposes, these capital instruments have been grandfathered by OSFI and continue to be included in Tier 1 capital.

3 When expected loss as calculated within the IRB approach exceeds total provisions, the difference is deducted 50% from Tier 1 capital and 50% from Tier 2 capital.

4 When expected loss as calculated within the IRB approach is less than the total provisions, the difference is added to Tier 2 capital.

5 Based on OSFI advisory letter dated February 20, 2007, 100% of substantial investments and investments in insurance subsidiaries held prior to January 1, 2007 (excluding goodwill / intangibles) is deducted from Tier 2 capital. The 50% from Tier 1 capital and 50% from Tier 2 capital deduction has been deferred until 2009 and 2012 for substantial investments and insurance respectively. Increases in the investment value of insurance subsidiaries and / or substantial investments on or after January 1, 2007 are subject to the 50% from Tier 1 capital and 50% from Tier 2 capital deduction.

6 OSFI's target total capital ratio for Canadian banks is 10%.

7 On a stand-alone basis, TD Banknorth N.A. and Commerce Bank N.A. report regulatory capital to the Office of the Comptroller of the Currency (OCC) under Basel I. The disclosed capital ratios are based on this framework.

($ millions)	LINE #	2008 Q2[2] Gross Exposures	2008 Q2 RWA Standardized	2008 Q2 RWA Internal Ratings Based	2008 Q2 RWA Total	2008 Q1 Gross Exposures	2008 Q1 RWA Standardized	2008 Q1 RWA Internal Ratings Based	2008 Q1 RWA Total
Credit risk									
Residential secured	1	**$ 132,776**	**$ 3,404**	**$ 3,498**	**$ 6,902**	$ 121,927	$ 1,876	$ 5,540	$ 7,416
Qualifying revolving retail	2	**41,019**	**-**	**13,657**	**13,657**	40,353	-	13,449	13,449
Other retail	3	**35,415**	**11,502**	**9,233**	**20,735**	31,492	8,897	9,103	18,000
Corporate	4	**144,665**	**37,144**	**29,772**	**66,916**	122,344	20,738	28,549	49,287
Sovereign	5	**42,985**	**3**	**631**	**634**	35,716	251	599	850
Bank	6	**91,823**	**1,368**	**8,896**	**10,264**	93,646	260	10,252	10,512
Securitization exposures	7	**37,212**	**3,695**	**1,378**	**5,073**	18,886	-	1,398	1,398
Equity Exposures					**-**				
Equity exposures that are grandfathered	8	**2,583**		**2,583**	**2,583**	3,024		3,024	3,024
Equity exposures subject to simple risk weight method	9	**1,285**		**4,445**	**4,445**	1,134		4,082	4,082
Equities in the banking book under the internal models approach	10	**-**		**-**	**-**	-		-	-
Equity exposures subject to PD/LGD approaches	11	**310**		**428**	**428**	315		443	443
Other	12	**542**		**39**	**39**	381		17	17
Exposures subject to standardized or IRB approaches	13	**530,615**	**57,116**	**74,560**	**131,676**	469,218	32,022	76,456	108,478
Adjustment to IRB RWA for scaling factor	14				**4,474**				4,587
Other assets not included in standardized or IRB approaches	15	**34,699**			**11,467**	23,753			8,395
	16	**$ 565,314**	**-**	**-**	**$ 147,617**	$ 492,971	-	-	$ 121,460
Market risk									
Internal models approach – Trading book	17	n/a			**7,140**	n/a			4,088
Operational risk									
Basic indicator approach	18	n/a			**6,749**	n/a			3,411
Standardized approach	19	n/a			**17,129**	n/a			16,941
	20				**23,878**				20,352
Total	21				**$ 178,635**				$ 145,900

[1] Effective November 1, 2007, the Bank implemented OSFI's guidelines under Basel II. Accordingly, the numbers for 2008 are based on Basel II. For comparative numbers for periods prior to November 1, 2007, based on Basel I, see page 27.
[2] A significant portion of the $72.3 billion increase in exposures and $32.7 billion increase in RWA in Q2 2008 was due to the Commerce acquisition which represented $59.2 billion and $29.3 billion, respectively, of this increase as detailed in the table below:

Commerce Exposures and RWA (included in the table above)		2008 Q2 Gross Exposures	2008 Q2 RWA Standardized	2008 Q2 RWA Internal Ratings Based	2008 Q2 RWA Total
Credit risk					
Residential secured	1	**$ 3,680**	**$ 1,456**		**$ 1,456**
Other retail	2	**3,066**	**2,299**		**2,299**
Corporate	3	**19,106**	**14,462**		**14,462**
Sovereign	4	**430**	**-**		**-**
Bank	5	**4,029**	**806**		**806**
Securitization exposures	6	**18,470**	**3,694**		**3,694**
Equity Exposures					**-**
Equity exposures subject to simple risk weight method	7	**1**		**2**	**2**
Other	8	**147**		**22**	**22**
Exposures subject to standardized or IRB approaches	9	**48,929**	**22,717**	**24**	**22,741**
Adjustment to IRB RWA for scaling factor	10				**1**
Other assets not included in standardized or IRB approaches	11	**10,302**			**3,265**
	12	**$ 59,231**	**-**	**-**	**$ 26,007**
Operational risk					
Basic indicator approach	13	n/a			**3,296**
Total	14				**$ 29,303**

($ millions) AS AT		LINE #	2008 Q2	2008 Q1	2007 Q4	2007 Q3	2007 Q2	2007 Q1	2006 Q4	2006 Q3	2006 Q2
Balance sheet assets											
Cash resources		1	**$ 3,244**	$ 2,768	$ 3,053	$ 2,408	$ 2,092	$ 1,894	$ 1,905	$ 2,145	$ 2,176
Securities		2	**10,048**	5,179	4,984	5,027	5,655	5,978	4,792	3,952	4,316
Loans		3	**114,837**	98,805	95,951	96,348	96,545	96,009	92,998	91,629	88,605
Customers' liability under acceptances		4	**10,848**	10,633	9,279	9,192	9,233	8,425	8,676	7,239	7,011
Other assets		5	**12,165**	8,716	8,589	9,006	8,803	9,436	8,881	9,069	8,623
Total balance sheet assets		6	**151,142**	126,101	121,856	121,981	122,328	121,742	117,252	114,034	110,731
Off-balance sheet exposures											
Credit instruments		7	**26,193**	23,633	20,015	18,835	16,660	16,971	14,818	15,212	14,536
Derivative financial instruments		8	**7,551**	9,408	7,573	6,948	6,661	6,805	6,647	6,439	6,959
Total off-balance sheet exposures		9	**33,744**	33,041	27,588	25,783	23,321	23,776	21,465	21,651	21,495
Total RWA equivalent - Credit risk		10	**184,886**	159,142	149,444	147,764	145,649	145,518	138,717	135,685	132,226
Total RWA equivalent - Market risk		11	**7,140**	4,088	3,075	3,019	3,742	3,572	3,162	3,456	3,537
Total RWA		12	**$ 192,026**	$ 163,230	$ 152,519	$ 150,783	$ 149,391	$ 149,090	$ 141,879	$ 139,141	$ 135,763
CAPITAL											
TIER 1											
Common shares	(page 21)	13	**$ 12,818**	$ 6,632	$ 6,577	$ 6,525	$ 6,455	$ 6,417	$ 6,334	$ 6,353	$ 6,245
TD Bank common shares held by subsidiaries		14	**-**	-	-	-	-	-	(78)	(45)	(30)
Contributed surplus	(page 21)	15	**383**	121	119	118	124	68	66	56	51
Retained earnings	(page 21)	16	**16,864**	16,499	15,954	15,378	14,865	14,375	13,725	13,544	13,069
Net unrealized foreign currency translation gains (losses) on investment in subsidiaries, net of hedging activities	(page 22)	17	**(1,834)**	(2,304)	(2,073)	(1,469)	(498)	(595)	(918)	(951)	(507)
Accumulated net after tax unrealized loss on AFS securities in OCI		18	**-**	-	-	-	-	-	-	-	-
Qualifying preferred shares - grandfathered[2]		19	**550**	550	549	898	897	900	894	894	889
- other		20	**1,125**	875	425	425	425	425	425	425	425
Innovative instruments[2]		21	**1,736**	1,739	1,740	1,774	1,250	1,250	1,250	1,250	1,247
Qualifying non-controlling interests in subsidiaries		22	**20**	20	22	-	-	2,582	2,395	2,386	2,484
Goodwill and intangible assets in excess of 5% limit		23	**(14,567)**	(7,518)	(7,668)	(8,243)	(8,838)	(7,725)	(7,014)	(7,089)	(7,444)
Total Tier 1 capital		24	**17,095**	16,614	15,645	15,406	14,680	17,697	17,079	16,823	16,429
TIER 2											
Subordinated notes and debentures	(page 13)	25	**12,466**	11,939	9,449	10,005	9,210	9,209	6,900	6,915	7,748
Amortization of subordinated notes and debentures and other		26	**(166)**	(162)	(163)	(180)	(120)	(213)	(182)	(205)	(171)
General allowance for credit losses		27	**1,114**	1,098	1,092	1,146	1,151	1,174	1,145	1,138	1,155
Accumulated net after tax unrealized gain on AFS securities in OCI		28	**280**	312	354	323	392	339	-	-	-
Total Tier 2 capital		29	**13,694**	13,187	10,732	11,294	10,633	10,509	7,863	7,848	8,732
Investment in unconsolidated subsidiaries / substantial investments		30	**(6,913)**	(6,630)	(6,528)	(6,513)	(6,874)	(7,094)	(6,327)	(6,327)	(5,945)
First loss protection		31	**(65)**	(54)	(55)	(76)	(88)	(68)	(53)	(32)	(43)
Total capital		32	**$ 23,811**	$ 23,117	$ 19,794	$ 20,111	$ 18,351	$ 21,044	$ 18,562	$ 18,312	$ 19,173
Capital ratios											
Tier 1 capital		33	**8.9%**	10.2%	10.3 %	10.2 %	9.8 %	11.9 %	12.0 %	12.1 %	12.1 %
Total capital		34	**12.4**	14.2	13.0	13.3	12.3	14.1	13.1	13.2	14.1

[1] Effective November 1, 2007, the Bank implemented OSFI's guidelines under Basel II. Accordingly, the numbers for 2008 are presented for comparative purposes only.

[2] In accordance with CICA Handbook s. 3860, the Bank is required to classify certain classes of preferred shares and innovative Tier 1 capital investments as liabilities on the balance sheet. For regulatory capital purposes, these capital instruments have been grandfathered by OSFI and continue to be included in Tier 1 capital.

($MILLIONS) AS AT APRIL 30, 2008	LINE #	TDBFG Consolidated, excluding Commerce	Commerce Impact	TDBFG Consolidated
ASSETS				
Cash and due from banks	1	$ 1,848	$ 672	**$ 2,520**
Interest-bearing deposits with other banks	2	15,863	(264)	**15,599**
Securities				
Trading	3	76,934	6,150	**83,084**
Designated as trading under the fair value option	4	2,043	-	**2,043**
Available-for-sale	5	34,912	19,017	**53,929**
Held-to-maturity	6	8,781	-	**8,781**
Total	7	122,670	25,167	**147,837**
Securities purchased under reverse repurchase agreements	8	33,067	-	**33,067**
Loans				
Residential mortgages	9	64,799	2,338	**67,137**
Consumer instalment and other personal	10	71,292	3,822	**75,114**
Credit cards	11	6,027	139	**6,166**
Business and government	12	48,926	11,735	**60,661**
Business and government designated as trading under the fair value option	13	718	-	**718**
Total	14	191,762	18,034	**209,796**
Allowance for credit losses	15	(1,369)	-	**(1,369)**
Loans, net of allowance for credit losses	16	190,393	18,034	**208,427**
Other				
Customers' liabilities under acceptances	17	10,846	2	**10,848**
Investment in TD Ameritrade	18	4,829	-	**4,829**
Trading derivatives	19	37,602	-	**37,602**
Goodwill	20	8,099	6,114	**14,213**
Other intangibles (gross)	21	1,891	1,882	**3,773**
Land, buildings and equipment	22	1,817	1,898	**3,715**
Other assets	23	17,588	3,603	**21,191**
Total	24	82,672	13,499	**96,171**
Total assets	25	$ 446,513	$ 57,108	**$ 503,621**
LIABILITIES				
Deposits				
Personal Non-term	26	$ 86,651	$ 23,802	**$ 110,453**
Personal Term	27	71,154	3,883	**75,037**
Banks	28	8,773	-	**8,773**
Business and government	29	83,118	19,586	**102,704**
Trading	30	52,556	-	**52,556**
Total	31	302,252	47,271	**349,523**
Other				
Acceptances	32	10,846	2	**10,848**
Obligations related to securities sold short	33	23,546	-	**23,546**
Obligations related to securities sold under repurchase agreements	34	14,745	105	**14,850**
Trading derivatives	35	37,730	-	**37,730**
Other liabilities	36	18,781	3,320	**22,101**
Total	37	105,648	3,427	**109,075**
Subordinated notes and debentures	38	12,466	-	**12,466**
Liability for preferred shares and capital trust securities	39	1,428	-	**1,428**
Non-controlling interests in subsidiaries	40	534	-	**534**
Shareholders' equity				
Capital stock				
Common	41	6,671	6,147	**12,818**
Preferred	42	1,125	-	**1,125**
Contributed surplus	43	120	263	**383**
Retained earnings	44	16,864	-	**16,864**
Accumulated other comprehensive income	45	(595)	-	**(595)**
Total	46	24,185	6,410	**30,595**
Total liabilities and shareholders' equity	47	$ 446,513	$ 57,108	**$ 503,621**