



NATIONAL BANK OF CANADA

SUPPLEMENTARY FINANCIAL INFORMATION

SECOND QUARTER 2003 REPORT

For more information:

Michel Labonté, Senior Vice-President Finance and Technology, phone: (514) 394-8610, fax: (514) 394-6196

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

Elaine Carr, Director Investor Relations, phone: (514) 394-0296, fax: (514) 394-6196

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

Index



Financial Highlights	page 1
Consolidated Statement Of Income	page 2
Results Of Operations As A Percentage Of Average Assets	page 3
Net Income By Sector Of Activities	page 4
National Bank Financial Inc.	page 7
Other Income And Trading Revenues	page 8
Non-Interest Expenses	page 9
Provision For Credit Losses	page 10
Condensed Consolidated Balance Sheet	page 11
Consolidated Statement Of Changes In Shareholders' Equity	page 12
Assets Under Administration/ Management	page 13
Gross Impaired Loans	page 14
Net Impaired Loans	page 15
Industry Exposure	page 16
Risk-Adjusted Capital Ratios	page 17
Financial Derivatives	page 18
Shareholders' Information	page 19
Global Trading Value At Risk	page 20

FINANCIAL HIGHLIGHTS


	2003				2002				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002	2001
Net income (\$000,000)			\$138.3	\$166.2	\$135.3	\$25.8	\$122.5	\$145.9	\$304.5	\$268.4	\$429.4	\$562.7
Earnings per share - basic			\$0.73	\$0.88	\$0.71	\$0.12	\$0.62	\$0.73	\$1.61	\$1.35	\$2.18	\$2.78
- fully diluted			\$0.72	\$0.88	\$0.71	\$0.11	\$0.62	\$0.73	\$1.60	\$1.35	\$2.16	\$2.76
Dividend per share			\$0.26	\$0.26	\$0.24	\$0.24	\$0.24	\$0.21	\$0.52	\$0.45	\$0.93	\$0.82
Excluding Goodwill												
Net income (\$000,000)			\$138.3	\$166.2	\$135.3	\$25.8	\$122.5	\$146.0	\$304.5	\$268.4	\$429.5	\$581.3
Earnings per share - basic			\$0.73	\$0.88	\$0.71	\$0.12	\$0.62	\$0.73	\$1.61	\$1.35	\$2.18	\$2.88
- fully diluted			\$0.72	\$0.88	\$0.71	\$0.11	\$0.62	\$0.73	\$1.60	\$1.35	\$2.18	\$2.86
Return on common shareholders' equity			14.8%	17.6%	14.5%	2.3%	13.1%	15.0%	16.3%	14.1%	11.3%	16.0%
Excluding Goodwill/Discontinued operations/Gain on sale of a business unit/Revision of provision estimate/Impairment charges												
Net income (\$000,000)			\$138.1	\$166.2	\$145.7	\$140.5	\$122.6	\$145.2	\$304.3	\$267.8	\$554.1	\$579.9
Earnings per share - basic			\$0.73	\$0.88	\$0.77	\$0.74	\$0.62	\$0.73	\$1.61	\$1.35	\$2.86	\$2.87
- fully diluted			\$0.72	\$0.88	\$0.77	\$0.74	\$0.62	\$0.73	\$1.60	\$1.35	\$2.86	\$2.85
Return on common shareholders' equity			14.8%	17.6%	15.7%	15.0%	13.1%	15.0%	16.3%	14.1%	14.7%	15.9%
Expense ratio ⁽¹⁾			66.30%	63.71%	64.99%	63.26%	59.39%	62.18%	63.71%	62.18%	62.44%	62.72%
Average assets (\$000,000)			\$70,110	\$70,320	\$67,348	\$67,790	\$71,071	\$71,016	\$70,217	\$71,043	\$69,292	\$69,197
Net impaired loans as a % of net loans and bankers' acceptances			-0.4%	-0.4%	-0.4%	-0.3%	-0.2%	-0.3%	-0.4%	-0.2%	-0.4%	0.2%
Gross impaired loans/common equity-goodwill+reserves			13.27%	12.69%	14.11%	15.68%	15.88%	13.56%	13.27%	15.88%	14.11%	22.47%
Book value			20.28	20.22	19.72	19.29	19.53	19.56	20.28	19.53	19.72	19.04
Capital ratios - BIS												
Tier 1			9.8%	10.2%	9.6%	10.2%	10.7%	11.1%	9.8%	10.7%	9.6%	9.6%
Total			13.9%	14.3%	13.6%	14.2%	14.5%	15.0%	13.9%	14.5%	13.6%	13.1%
Tangible Shareholders' equity / Risk weighted assets			6.56%	6.83%	6.59%	7.63%	8.13%	8.31%	6.56%	8.13%	6.59%	7.06%
Number of employees			14,357	14,545	14,589	14,530	14,246	14,250	14,357	14,246	14,589	14,320
Number of branches in Canada			488	491	507	522	522	521	488	522	507	525
Number of ATM'S			809	811	826	824	825	828	809	825	826	826

(1): In Q4 2002, the Bank recorded an impairment charge on investment of \$2.0 million (\$1.3 after taxes). Also in Q4 2002, the Bank recorded an amount of \$9.0 million (\$5.7 after taxes) related to the write-off of fixed assets. In Q3 2002, the Bank recorded an impairment charge on investment of \$137.0 million (\$111.9 after taxes). In Q4 2001, the Bank recorded a gain of \$75.8 million on a tax equivalent basis on the sale of the Bank's merchant card services business.

CONSOLIDATED STATEMENT OF INCOME



(unaudited)(thousands)(taxable equivalent basis)	2003				2002				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002	2001
<i>Interest Income and Dividends</i>												
Loans			\$ 460,426	\$ 465,791	\$ 475,878	\$ 474,812	\$ 459,554	\$ 496,485	\$926,217	\$956,039	\$ 1,906,729	\$ 2,492,795
Securities			126,305	150,533	129,488	115,279	127,475	138,319	276,838	265,794	510,561	599,188
Deposits with regulated financial institutions			31,651	37,148	36,621	40,477	43,660	53,577	68,799	97,237	174,335	289,560
Total Interest Income and Dividends			618,382	653,472	641,987	630,568	630,689	688,381	1,271,854	1,319,070	2,591,625	3,381,543
<i>Interest Expense</i>												
Deposits			234,842	257,359	232,865	240,577	237,711	268,128	492,201	505,839	979,281	1,850,836
Bank debentures			26,117	27,111	27,130	27,294	27,277	28,087	53,228	55,364	109,788	109,338
Other			14,551	13,438	21,522	16,900	9,729	10,437	27,989	20,166	58,588	83,265
Total Interest Expense			275,510	297,908	281,517	284,771	274,717	306,652	573,418	581,369	1,147,657	2,043,439
Tax equivalent adjustment			10,098	13,342	7,275	12,148	5,172	4,716	23,440	9,888	29,311	50,918
Net Interest Income (teb)			352,970	368,906	367,745	357,945	361,144	386,445	721,876	747,589	1,473,279	1,389,022
Other Income (teb)			444,710	491,724	447,245	308,782	466,142	418,860	936,434	885,002	1,641,029	1,857,556
Gross Revenues			797,680	860,630	814,990	666,727	827,286	805,305	1,658,310	1,632,591	3,114,308	3,246,578
Provision for credit losses			41,102	41,484	52,731	62,046	130,048	60,193	82,586	190,241	305,018	205,148
Provision for credit losses due to revision of estimate			-	-	-	-	-	185,000	-	185,000	185,000	-
Non-Interest Expenses			528,602	548,285	539,965	508,408	491,359	500,712	1,076,887	992,071	2,040,444	1,988,818
Income Before Income Taxes			227,976	270,861	222,294	96,273	205,879	59,400	498,837	265,279	583,846	1,052,612
Income taxes (teb)			82,700	97,700	75,997	60,457	75,950	23,848	180,400	99,798	236,252	398,398
Income Before Non-Controlling Interest			145,276	173,161	146,297	35,816	129,929	35,552	318,437	165,481	347,594	654,214
Non-Controlling Interest			7,134	6,946	7,552	7,175	7,340	7,423	14,080	14,763	29,490	27,420
Net Income before disc. oper. and goodwill charges			\$ 138,142	\$ 166,215	\$ 138,745	\$ 28,641	\$ 122,589	\$ 28,129	\$ 304,357	\$ 150,718	\$ 318,104	\$ 626,794
Discontinued operations			120	(19)	(3,459)	(2,880)	(104)	117,832	101	117,728	111,389	(45,459)
Net Income before goodwill charges			\$ 138,262	\$ 166,196	\$ 135,286	\$ 25,761	\$ 122,485	\$ 145,961	\$ 304,458	\$ 268,446	\$ 429,493	\$ 581,335
Goodwill charges			-	-	-	-	-	71	-	71	71	18,619
Net Income			\$ 138,262	\$ 166,196	\$ 135,286	\$ 25,761	\$ 122,485	\$ 145,890	\$ 304,458	\$ 268,375	\$ 429,422	\$ 562,716
Effective Tax Rate			36.3%	36.1%	34.2%	62.8%	36.9%	40.1%	36.2%	37.6%	40.5%	37.8%
Dividends on preferred shares			\$ 8,165	\$ 4,831	\$ 4,831	\$ 4,831	\$ 4,831	\$ 6,831	\$ 12,996	\$ 11,662	\$ 21,324	\$ 35,376
Dividends on common shares			\$ 46,870	\$ 47,555	\$ 44,598	\$ 43,213	\$ 45,763	\$ 40,009	\$ 94,425	\$ 85,772	\$ 173,583	\$ 155,804
Number of common shares (avg.) (in thousands)			178,348	182,728	183,124	184,134	188,794	190,450	180,538	189,622	186,624	189,925

One-time items⁽¹⁾

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

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

RESULTS OF OPERATIONS AS A PERCENTAGE OF AVERAGE ASSETS



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

in % of average assets

Net interest income			2.06	2.08	2.17	2.10	2.08	2.16	2.07	2.12	2.13	2.01
Other income			2.60	2.77	2.63	1.81	2.69	2.34	2.69	2.51	2.37	2.68
Provision for credit losses			0.24	0.23	0.31	0.36	0.75	1.37	0.24	0.54	0.44	0.30
Non-interest expenses			3.09	3.09	3.18	2.98	2.83	2.80	3.09	2.82	2.94	2.87
Income taxes			0.48	0.55	0.45	0.36	0.44	0.13	0.52	0.28	0.34	0.58
Non-controlling interest			0.04	0.04	0.04	0.04	0.04	0.04	0.04	0.04	0.04	0.04
Income before disc. oper. and amort. of goodwill			0.81	0.94	0.82	0.17	0.71	0.16	0.87	0.95	0.73	0.90
Discontinued operations			0.00	(0.00)	(0.02)	(0.02)	(0.00)	0.66	0.00	0.33	0.16	0.16
Amortization of goodwill			-	-	-	-	-	0.00	-	0.00	0.00	0.02
Net income			0.81	0.94	0.80	0.15	0.71	0.82	0.87	1.29	0.89	0.89
Average assets (\$000,000)			\$70,110	\$70,320	\$67,348	\$67,790	\$71,071	\$71,016	\$70,217	\$71,043	\$69,292	\$69,197
Average earning assets (\$000,000)			\$64,163	\$63,411	\$64,219	\$61,792	\$64,163	\$64,436	\$63,783	\$64,302	\$63,648	\$61,894

in % of Average Risk-Weighted Assets

Net interest income (teb)			3.71%	3.76%	3.75%	3.64%	3.79%	3.90%	3.73%	3.84%	3.77%	3.38%
Net income before amortization of goodwill			1.45%	1.69%	1.38%	0.26%	1.28%	1.47%	1.57%	1.38%	1.10%	1.41%
Net income			1.45%	1.69%	1.38%	0.26%	1.28%	1.47%	1.57%	1.38%	1.10%	1.37%
Average Risk-Weighted Assets (\$000,000)			\$39,061	\$38,952	\$38,889	\$38,977	\$39,117	\$39,347	\$39,006	\$39,234	\$39,083	\$41,101

Prime rate			4.70%	4.50%	4.50%	4.20%	3.79%	4.10%	4.60%	3.95%	4.15%	6.55%
B/A's 30 days			2.97%	2.79%	2.83%	2.51%	2.11%	2.40%	2.88%	2.26%	2.46%	4.86%
Spread			1.73%	1.71%	1.67%	1.69%	1.68%	1.70%	1.72%	1.69%	1.69%	1.69%

NET INCOME BY SECTOR OF ACTIVITIES


(in millions of dollars) (taxable equivalent basis)	2003				2002				YTD		Full Year
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002
Personal and Commercial Banking											
Net interest income			300	312	304	299	289	299	612	588	1,191
Other income			147	156	149	159	142	141	303	283	591
Total Income			447	468	453	458	431	440	915	871	1,782
Operating expenses			282	273	293	273	273	274	555	547	1,113
Provision for credit losses			51	53	53	53	55	58	104	113	219
Earning before income taxes			114	142	107	132	103	108	256	211	450
Income taxes			42	51	39	48	40	39	93	79	166
Non-controlling interest			-	-	-	-	-	-	-	-	-
Earning before discontinued operations			72	91	68	84	63	69	163	132	284
Discontinued operations			-	-	-	-	-	-	-	-	-
Net Income			72	91	68	84	63	69	163	132	284
Net interest margin			3.19%	3.23%	3.15%	3.11%	3.10%	3.06%	3.21%	3.08%	3.11%
Expense ratio			63.1%	58.3%	62.4%	59.6%	63.3%	62.3%	60.7%	62.8%	62.5%
Average loans and BA's			37,759	37,531	37,280	37,327	37,579	37,893	37,643	37,739	37,519
Average assets			38,555	38,342	38,258	38,100	38,261	38,726	38,447	38,497	38,337

(in millions of dollars) (taxable equivalent basis)	2003				2002				YTD		Full Year
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002
Wealth Management											
Net interest income			22	23	23	22	22	22	45	44	89
Other income			132	139	132	116	135	138	271	273	521
Total Income			154	162	155	138	157	160	316	317	610
Operating expenses			126	131	130	120	131	124	257	255	505
Provision for credit losses			-	-	1	-	-	-	-	-	1
Earning before income taxes			28	31	24	18	26	36	59	62	104
Income taxes			10	11	7	7	8	12	21	20	34
Non-controlling interest			1	1	1	1	1	1	2	2	4
Earning before discontinued operations			17	19	16	10	17	23	36	40	66
Discontinued operations			-	-	-	-	-	-	-	-	-
Net Income			17	19	16	10	17	23	36	40	66
Expense ratio			81.8%	80.9%	83.9%	87.0%	83.4%	77.5%	81.3%	80.4%	82.8%
Average loans and BA's			312	316	327	344	376	391	314	384	359
Average assets			656	672	736	749	794	799	664	797	769

NET INCOME BY SECTOR OF ACTIVITIES


(in millions of dollars) (taxable equivalent basis)	2003				2002				YTD		Full Year
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002
Financial Markets											
Net interest income			69	71	83	68	77	92	140	169	320
Other income			118	166	117	134	153	105	284	258	509
Total Income			187	237	200	202	230	197	424	427	829
Operating expenses			117	128	121	103	100	93	245	193	417
Provision for credit losses			12	10	9	11	8	13	22	21	41
Earning before income taxes			58	99	70	88	122	91	157	213	371
Income taxes			21	35	22	33	44	34	56	78	133
Non-controlling interest			-	-	-	-	-	-	-	-	-
Earning before discontinued operations			37	64	48	55	78	57	101	135	238
Discontinued operations			-	-	-	-	-	-	-	-	-
Net Income			37	64	48	55	78	57	101	135	238
Expense ratio			62.6%	54.0%	60.5%	51.0%	43.5%	47.2%	57.8%	45.2%	50.3%
Average loans and BA's			8,775	8,292	9,558	7,359	8,865	8,754	8,529	8,809	8,632
Average assets			36,462	37,222	35,002	35,627	39,028	38,675	36,848	38,849	37,067

NET INCOME BY SECTOR OF ACTIVITIES


(in millions of dollars) (taxable equivalent basis)

	2003				2002				YTD		Full Year
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002
Other Segments											
Net interest income			(39)	(38)	(42)	(31)	(27)	(27)	(77)	(54)	(127)
Other income			48	31	49	(100)	36	35	79	71	20
Total Income			9	(7)	7	(131)	9	8	2	17	(107)
Operating expenses			4	16	(4)	12	(13)	10	20	(3)	5
Provision for credit losses			(22)	(22)	(10)	(2)	67	174	(44)	241	229
Earning before income taxes			27	(1)	21	(141)	(45)	(176)	26	(221)	(341)
Income taxes			9	1	8	(28)	(16)	(61)	10	(77)	(97)
Non-controlling interest			6	6	6	7	7	6	12	13	26
Earning before discontinued operations			12	(8)	7	(120)	(36)	(121)	4	(157)	(270)
Discontinued operations			-	-	(4)	(3)	-	118	-	118	111
Net Income			12	(8)	3	(123)	(36)	(3)	4	(39)	(159)
Average loans and BA's			(7,492)	(7,797)	(8,946)	(6,881)	(8,349)	(8,295)	(7,647)	(8,322)	(8,116)
Average assets			(5,563)	(5,916)	(6,648)	(6,686)	(7,012)	(7,184)	(5,742)	(7,099)	(6,881)

Total											
Net interest income			352	368	368	358	361	386	720	747	1,473
Other income			445	492	447	309	466	419	937	885	1,641
Total Income			797	860	815	667	827	805	1,657	1,632	3,114
Operating expenses			529	548	540	508	491	501	1,077	992	2,040
Provision for credit losses			41	41	53	62	130	245	82	375	490
Earning before income taxes			227	271	222	97	206	59	498	265	584
Income taxes			82	98	76	60	76	24	180	100	236
Non-controlling interest			7	7	7	8	8	7	14	15	30
Earning before discontinued operations			138	166	139	29	122	28	304	150	318
Discontinued operations			-	-	(4)	(3)	-	118	-	118	111
Net Income			138	166	135	26	122	146	304	268	429
Net interest margin			1.99%	2.08%	2.17%	2.10%	2.08%	2.16%	2.07%	2.12%	2.13%
Expense ratio			66.3%	63.7%	65.0%	63.3%	59.4%	62.2%	64.9%	60.8%	67.1%
Average loans and BA's			39,354	38,342	38,219	38,149	38,471	38,743	38,840	38,609	38,395
Average assets			70,110	70,320	67,348	67,790	71,071	71,016	70,217	71,043	69,292



STATEMENT OF INCOME

(\$000)	2003				2002				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002	2001
Net Interest Income			\$ 12,952	\$ 8,494	\$ 12,160	\$ 12,603	\$ 11,883	\$ 11,879	\$21,446	\$23,762	\$ 48,525	\$ 94,660
Other Income			163,456	210,102	179,010	165,092	202,897	162,226	373,558	365,123	709,225	606,078
Commissions			72,134	85,210	76,285	74,112	89,640	74,404	157,344	164,044	314,441	302,836
Non-Interest Expenses			93,940	96,732	103,498	84,993	77,541	74,959	190,672	152,500	340,991	321,303
Income Before Income Taxes			10,334	36,654	11,387	18,590	47,599	24,742	46,988	72,341	102,318	76,599
Income Taxes			3,931	12,369	330	7,476	17,036	9,938	16,300	26,974	34,780	24,267
Net Income			6,403	24,285	11,057	11,114	30,563	14,804	30,688	45,367	67,538	52,332

OTHER INCOME AND TRADING REVENUES


(unaudited) (thousands) (taxable equivalent basis)	2003				2002				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4 ⁽¹⁾	Q3 ⁽¹⁾	Q2	Q1	2003	2002	2002	2001 ⁽¹⁾
Other Income												
Deposits and payment service charges			\$ 41,863	\$ 41,825	\$ 42,385	\$ 42,959	\$ 42,134	\$ 42,063	\$ 83,688	\$ 84,197	\$ 169,541	\$ 160,473
Commissions on loans and bankers' acceptances			64,199	68,426	60,138	63,034	60,276	61,176	132,625	121,452	244,624	239,724
Capital market fees			119,808	136,100	134,329	126,743	150,407	127,634	255,908	278,041	539,113	492,987
Foreign exchange revenues			18,324	17,355	16,557	18,657	16,191	15,351	35,679	31,542	66,756	60,876
Card service revenues			13,255	11,946	12,827	15,913	12,052	12,074	25,201	24,126	52,866	85,522
Trust services			26,279	26,642	24,568	23,598	21,451	20,653	52,921	42,104	90,270	44,996
Mutual funds			24,804	26,791	27,074	13,028	12,656	12,614	51,595	25,270	65,372	50,772
Securization			43,550	54,259	67,156	41,466	49,153	46,271	97,809	95,424	204,046	157,109
Profit & Loss on trading			55,266	49,825	21,746	35,807	37,294	27,755	105,091	65,049	122,602	227,365
Profit & Loss other than trading			(9,381)	12,909	(6,473)	(119,029)	19,698	7,852	3,528	27,550	(97,952)	71,111
Other			46,743	45,646	46,938	46,606	44,830	45,417	92,389	90,247	183,791	266,621
Total			\$ 444,710	\$ 491,724	\$ 447,245	\$ 308,782	\$ 466,142	\$ 418,860	\$ 936,434	\$ 885,002	\$ 1,641,029	\$ 1,857,556
As a % of total revenues (TEB)			55.8%	57.1%	54.9%	46.3%	56.3%	52.0%	56.5%	54.2%	52.7%	57.2%

(unaudited) (thousands)	2003				2002				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002	2001
Trading revenues												
Net Interest Income			\$ 14,117	\$ 24,297	\$ 23,218	\$ 6,296	\$ 6,432	\$ 15,054	\$ 38,414	\$ 21,486	\$ 51,000	\$ 7,294
Other Income			55,267	49,825	21,746	35,807	37,294	27,755	105,092	65,049	122,602	227,365
Total			\$ 69,384	\$ 74,122	\$ 44,964	\$ 42,103	\$ 43,726	\$ 42,809	\$ 143,506	\$ 86,535	\$ 173,602	\$ 234,659

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

NON-INTEREST EXPENSES


(unaudited) (thousands)	2003				2002				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4 ⁽¹⁾	Q3	Q2	Q1	2003	2002	2002	2001
Non-Interest Expenses												
Salaries and Staff benefits												
Salaries			\$ 176,079	\$ 184,539	\$ 187,934	\$ 169,192	\$ 160,569	\$ 168,448	\$ 360,618	\$ 329,017	\$ 686,143	\$ 642,240
Commissions			72,134	85,210	76,285	74,112	89,640	74,404	157,344	164,044	314,441	302,836
Pension plan and other staff benefits			43,891	47,625	36,093	36,123	35,840	38,724	91,516	74,564	146,780	118,709
Total Compensation			292,104	317,374	300,312	279,427	286,049	281,576	609,478	567,625	1,147,364	1,063,785
Premises, Equipment & Furniture												
Rent			24,496	24,078	21,379	21,746	21,142	21,336	48,574	42,478	85,603	86,448
Taxes & insurance			5,404	4,052	4,624	4,463	3,882	3,625	9,456	7,507	16,594	15,795
Maintenance, lighting, heating			7,002	6,221	7,001	5,519	7,520	6,103	13,223	13,623	26,143	23,998
Rental & maintenance of computers			60,687	62,708	67,401	56,134	57,978	57,430	123,395	115,408	238,943	234,632
Depreciation			12,577	11,190	22,662	14,378	13,195	12,709	23,767	25,904	62,944	46,264
Total Premises, Equipment & Furniture			110,166	108,249	123,067	102,240	103,717	101,203	218,415	204,920	430,227	407,137
Other Expenses												
Professional fees			43,294	42,565	52,293	40,902	37,509	34,726	85,859	72,235	165,430	165,594
Taxes on capital & salaries			15,868	10,832	10,348	15,562	15,741	15,880	26,700	31,621	57,531	64,332
Travel & business development			25,604	23,391	31,167	21,454	21,135	17,870	48,995	39,005	91,626	79,619
Other			41,565	45,874	22,778	48,823	27,208	49,457	87,439	76,665	148,266	208,351
Total Other Expenses			126,331	122,662	116,586	126,741	101,593	117,933	248,993	219,526	462,853	517,896
TOTAL NON-INTEREST EXPENSES			\$ 528,601	\$ 548,285	\$ 539,965	\$ 508,408	\$ 491,359	\$ 500,712	\$ 1,076,886	\$ 992,071	\$ 2,040,444	\$ 1,988,818

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

PROVISION FOR CREDIT LOSSES



(millions of dollars)	2003				2002				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002	2001
RETAIL			\$20	\$20	\$20	\$20	\$22	\$22	\$40	\$44	\$84	\$62
CREDIT CARD			8	8	8	7	8	9	16	17	32	35
COMMERCIAL			22	24	24	25	23	26	46	49	98	78
CORPORATE			12	10	9	11	8	13	22	21	41	29
REAL ESTATE												
CANADA			1	1	(2)	1	4	1	2	5	4	3
USA			-	-	3	-	(2)	-	-	(2)	1	-
Total Real Estate			1	1	1	1	2	1	2	3	5	3
TREASURY			-	-	-	-	-	-	-	-	-	2
OTHER ⁽¹⁾			(12)	(11)	(1)	6	105	182	(23)	287	292	19
CREDIT CARD SECURIZATION			(10)	(11)	(8)	(8)	(8)	(8)	(21)	(16)	(32)	(23)
GENERAL			-	-	-	-	(30)	-	-	(30)	(30)	-
Total before Sovereign Risk General Reserve			41	41	53	62	130	245	82	375	490	205
SOVEREIGN RISK GENERAL RESERVE												
Total			41	41	53	62	130	245	82	375	490	205
As a % of loans and BA's											1.12%	0.43%

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

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

CONDENSED CONSOLIDATED BALANCE SHEET



(unaudited)(millions of dollars)	2003				2002				End Of Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2002	2001
Assets										
Cash resources			\$ 5,583	\$ 6,432	\$ 6,864	\$ 6,891	\$ 8,332	\$ 9,058	\$ 6,864	\$ 5,832
Securities			21,276	19,058	19,967	18,197	18,153	19,008	19,967	17,872
Loans										
Residential mortgages			13,144	12,957	12,863	12,492	12,217	12,258	12,863	11,855
Personal and credit cards			5,905	5,731	5,548	5,711	5,930	5,620	5,548	5,812
Business and government			19,589	18,477	20,035	19,834	18,368	18,308	20,035	22,684
Securities purchased under reverse repurchase agreements			3,419	3,426	2,366	2,671	5,162	4,730	2,366	4,041
Total Loans			42,057	40,591	40,812	40,708	41,677	40,916	40,812	44,392
Customers' liability under bankers' acceptances			3,128	3,134	2,988	2,773	3,027	3,033	2,988	3,593
Assets held for disposal			225	281	313	415	567	610	313	-
Other assets			3,522	3,629	3,667	3,113	2,914	3,345	3,667	4,277
Total Assets			\$ 75,791	\$ 73,125	\$ 74,611	\$ 72,097	\$ 74,670	\$ 75,970	\$ 74,611	\$ 75,966
Liabilities										
Deposits										
Personal			\$ 23,234	\$ 23,000	\$ 22,607	\$ 22,456	\$ 22,572	\$ 22,388	\$ 22,607	\$ 21,857
Business and government			22,741	21,400	22,582	22,607	21,635	22,121	22,582	23,362
Deposit-taking institutions			4,209	5,530	6,501	6,227	6,879	6,016	6,501	6,217
Total Deposits			50,184	49,930	51,690	51,290	51,086	50,525	51,690	51,436
Others										
Acceptances			3,128	3,134	2,988	2,773	3,027	3,033	2,988	3,593
Other liabilities			16,864	14,309	14,440	12,600	15,012	16,640	14,440	15,174
Subordinated debentures			1,553	1,581	1,592	1,600	1,630	1,645	1,592	1,647
Total Others			21,545	19,024	19,020	16,973	19,669	21,318	19,020	20,414
Shareholders' equity										
Preferred shares			500	500	300	300	300	400	300	492
Common shares			1,583	1,633	1,639	1,637	1,628	1,672	1,639	1,668
Retained earnings			1,979	2,038	1,962	1,897	1,987	2,055	1,962	1,956
Total Shareholders' equity			4,062	4,171	3,901	3,834	3,915	4,127	3,901	4,116
Total Liabilities & Shareholders' Equity			\$ 75,791	\$ 73,125	\$ 74,611	\$ 72,097	\$ 74,670	\$ 75,970	\$ 74,611	\$ 75,966
Mortgage securization			\$ 4,518	\$ 4,673	\$ 4,729	\$ 5,063	\$ 5,161	\$ 5,153	\$ 4,729	\$ 5,343
Credit card securization			\$ 950	\$ 1,000	\$ 1,200	\$ 950	\$ 950	\$ 950	\$ 1,200	\$ 950
Consumer loans securization			\$ 235	\$ 290	\$ 348	\$ 417	\$ 534	\$ 591	\$ 348	\$ 687
Direct loans securization			\$ 515	\$ 515	\$ 515	\$ 515	\$ -	\$ -	\$ 515	\$ -
Mutual funds			\$ 9,229	\$ 9,415	\$ 9,440	\$ 5,081	\$ 5,279	\$ 5,101	\$ 9,440	\$ 4,808
Securities - excess of market value over book			\$ 23	\$ 9	\$ (10)	\$ (8)	\$ (61)	\$ (3)	\$ (10)	\$ (27)
Number of shares outstanding (000's)			175,670	181,563	182,596	183,256	185,109	190,500	182,596	190,331
Domestic Gap < 1 year			1,279	730	(177)	578	951	4,369	(177)	(191)
> 1 year			1,827	2,597	3,409	2,587	2,203	(1,178)	3,409	3132

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY


(unaudited)(millions of dollars)	2003				2002				YTD		Full Year	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2002	2001
Opening balance			4,171	3,901	3,834	3,915	4,127	4,116	3,901	4,116	4,116	3,828
Prior period adjustments			-	-	-	-	-	-	-	-	-	(77)
Issuance (redemption) of common shares			(50)	(6)	2	9	(44)	4	(56)	(40)	(29)	15
Issuance of preferred shares			-	200	-	-	-	-	200	-	-	-
Redemption of preferred shares, Serie 10 and 11			-	-	-	-	(100)	(92)	-	(192)	(192)	-
Net income			138	166	135	26	122	146	304	268	429	563
Dividends on common shares			(47)	(48)	(45)	(43)	(46)	(40)	(95)	(86)	(174)	(156)
Dividends on preferred shares			(8)	(5)	(4)	(5)	(5)	(7)	(13)	(12)	(21)	(35)
Income taxes related to dividends on preferred shares, Series 10,11,12 and 13			(1)	-	(1)	-	(1)	-	(1)	(1)	(2)	(2)
Gain (losses) on redemption of subordinated debenture, net of income taxes			-	-	-	-	-	-	-	-	-	(28)
Share issuance expenses, net of income taxes			1	(4)	-	-	-	-	(3)	-	-	-
Unrealized foreign exchange losses, net of income taxes			(2)	-	-	-	(2)	-	(2)	(2)	(2)	8
Premium paid on common shares purchased for cancellation			(140)	(33)	(20)	(68)	(136)	-	(173)	(136)	(224)	-
Closing balance			4,062	4,171	3,901	3,834	3,915	4,127	4,062	3,915	3,901	4,116
Shareholders' equity												
Preferred shares			500	500	300	300	300	400	500	300	300	492
Common shares			1,583	1,633	1,639	1,637	1,628	1,672	1,583	1,628	1,639	1,668
Retained earnings			1,979	2,038	1,962	1,897	1,987	2,055	1,979	1,987	1,962	1,956
Closing balance			4,062	4,171	3,901	3,834	3,915	4,127	4,062	3,915	3,901	4,116

ASSETS UNDER ADMINISTRATION / MANAGEMENT


(millions of dollars)

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

<i>as at April 30, 2003</i>										
Assets under administration										
Institutional	30,341	3,630	-	572	-	-	-	34,543	34,333	
Personal	-	57,461	-	-	-	5,937	-	63,398	60,275	
Mutual funds	4,412	7	5,119	-	-	-	-	9,538	11,122	
Mortgage loans sold to third parties	-	-	-	-	-	-	4,518	4,518	6,294	
Total assets under administration	34,753	61,098	5,119	572	-	5,937	4,518	111,997	112,024	
Assets under management										
Personal	2,121	-	-	-	-	-	-	2,121	2,034	
Managed portfolios	-	1,467	-	-	10,067	2,220	-	13,754	13,463	
Mutual funds	-	-	-	4,110	7,872	-	-	11,982	7,993	
Total assets under management	2,121	1,467	-	4,110	17,939	2,220	-	27,857	23,490	
Total assets under administration / management	36,874	62,565	5,119	4,682	17,939	8,157	4,518	139,854	135,514	

<i>as at April 30, 2002</i>										
Assets under administration								2002	2001	
Institutional	29,778	4,555	-	-	-	-	-	34,333	34,123	
Personal	-	54,609	-	-	-	5,666	-	60,275	50,276	
Mutual funds	5,827	16	5,279	-	-	-	-	11,122	9,003	
Mortgage loans sold to third parties	-	1,133	-	-	-	-	5,161	6,294	6,298	
Total assets under administration	35,605	60,313	5,279	-	-	5,666	5,161	112,024	99,700	
Assets under management										
Personal	2,034	-	-	-	-	-	-	2,034	1,941	
Managed portfolios	-	1,363	-	-	10,278	1,822	-	13,463	12,007	
Mutual funds	-	-	-	-	7,993	-	-	7,993	5,854	
Total assets under management	2,034	1,363	-	-	18,271	1,822	-	23,490	19,802	
Total assets under administration / management	37,639	61,676	5,279	-	18,271	7,488	5,161	135,514	119,502	

GROSS IMPAIRED LOANS


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

	2003				2002				Full Year		
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	2003	2002	2001
Opening balance			460	503	640	670	568	970	503	970	992
Write-off			(30)	(72)	(154)	(64)	(80)	(332)	(102)	(630)	(367)
Formation			37	29	17	34	182	123	66	356	345
Transfer to assets held for disposal			-	-	-	-	-	(193)	-	(193)	-
Closing balance			467	460	503	640	670	568	467	503	970

NET IMPAIRED LOANS


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

INDUSTRY EXPOSURE


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

Telecom Outstanding (millions of dollars)	2003				2002			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Cable			\$136	\$117	\$126	\$122	\$119	\$110
% investment grade			41.18%	29.06%	31.75%	29.76%	30.87%	24.73%
% non-investment			58.82%	70.94%	68.25%	70.24%	69.13%	75.27%
% of loans and BA's			0.30%	0.27%	0.29%	0.28%	0.27%	0.25%
Wireless and Wireline			104	162	152	244	243	366
% investment grade			30.77%	24.69%	25.66%	42.46%	36.41%	63.21%
% non-investment			69.23%	75.31%	74.34%	57.54%	63.59%	36.79%
% of loans and BA's			0.23%	0.37%	0.35%	0.56%	0.54%	0.83%
Total			240	279	278	366	362	476
% investment grade			36.67%	26.52%	28.42%	38.22%	34.59%	54.32%
% non-investment			63.33%	73.48%	71.58%	61.78%	65.41%	45.68%
% of loans and BA's			0.53%	0.64%	0.63%	0.84%	0.81%	1.08%

Electric Power and Power Generation Outstanding (millions of dollars)	2003				2002			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Regulated Utilities			\$11	\$2	\$2			
% investment grade			100.00%	100.00%	100.00%			
% non-investment			0.00%	0.00%	0.00%			
% of loans and BA's			0.02%	0.00%	0.00%			
Generation Projects with PPA's			137	160	178			
% investment grade			39.42%	19.38%	37.64%			
% non-investment			60.58%	80.63%	62.36%			
% of loans and BA's			0.30%	0.37%	0.41%			
Other Generation Projects			34	18	29			
% investment grade			47.06%	55.56%	34.48%			
% non-investment			52.94%	44.44%	65.52%			
% of loans and BA's			0.08%	0.04%	0.07%			
Total			182	180	209			
% investment grade			44.51%	23.89%	37.80%			
% non-investment			55.49%	76.11%	62.20%			
% of loans and BA's			0.40%	0.41%	0.48%			

RISK-ADJUSTED CAPITAL RATIOS


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



(millions of dollars)

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

(1) Gross positive replacement cost after permissible netting

(2) Taking into account permissible netting

SHAREHOLDERS' INFORMATION


	2003				2002			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1

Credit Rating

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

Stock Trading Range and Other Informations

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

Valuation

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

The Common Shares of the Bank as well as the First Preferred Shares 12, Series 13, and Series 15 are listed on the Toronto and Vancouver stock exchanges. The ticker symbols and newspaper abbreviations for the Bank's shares listed are as follow:

	Ticker Symbol	Newspaper Abbreviations Toronto
Common Shares	NA	National Bk
First Preferred Shares		
Series 12	NA.PR.I	Natl Bk 12
Series 13	NA.PR.J	Natl Bk 13
Series 15	NA.PR.K	Natl Bk 15



VaR - Global Trading - Q1 2003 to Q2 2003 (Maximum 1-day loss at 99%)

