

## OSFI Guideline B-20 Disclosures

The following table presents amounts of insured and uninsured residential mortgages, by geographic areas.

| \$ millions, as at June 30, 2019 | Residential Mortgages |             |                  |             | Total <sup>2</sup> |             |
|----------------------------------|-----------------------|-------------|------------------|-------------|--------------------|-------------|
|                                  | Insured <sup>1</sup>  |             | Uninsured        |             |                    |             |
| Ontario                          | \$ 1,851.15           | 65%         | \$ 564.16        | 81%         | \$ 2,415.31        | 68%         |
| British Columbia                 | \$ 226.95             | 8%          | \$ 79.51         | 11%         | \$ 306.46          | 9%          |
| Alberta                          | \$ 637.84             | 22%         | \$ 44.68         | 6%          | \$ 682.52          | 20%         |
| Other                            | \$ 130.17             | 5%          | \$ 8.88          | 2%          | \$ 139.05          | 3%          |
| <b>Total Canada</b>              | <b>\$ 2,846.11</b>    | <b>100%</b> | <b>\$ 697.23</b> | <b>100%</b> | <b>\$ 3,543.34</b> | <b>100%</b> |
| <b>Total International</b>       | <b>\$ -</b>           | <b>0%</b>   | <b>\$ -</b>      | <b>0%</b>   | <b>\$ -</b>        | <b>0%</b>   |
| <b>Total</b>                     | <b>\$ 2,846.11</b>    | <b>100%</b> | <b>\$ 697.23</b> | <b>100%</b> | <b>\$ 3,543.34</b> | <b>100%</b> |

We did not have any home equity lines of credit as at June 30, 2019.

<sup>1</sup>Insured residential mortgages are mortgages whereby our exposure to default is mitigated by insurance through the Canada Mortgage and Housing Corporation (CMHC) or other private mortgage default insurers.

<sup>2</sup>Excludes unamortized premium and commissions related to origination of residential mortgages amounting to \$18.94 million.

The table below summarizes the remaining amortization of the residential mortgages.

| Amortization Period as at June 30, 2019 | Canada      |
|---|-------------|
| ≤ 25 years                              | 76%         |
| >25 years ≤ 30 years                    | 24%         |
| >30 years ≤ 35 years                    | 0%          |
| >35 years                               | 0%          |
| <b>Total</b>                            | <b>100%</b> |

The following table presents the average LTV ratios for our uninsured Canadian residential mortgages originated in the last quarter, by geographic areas.

| Uninsured Mortgages for the quarter ended June 30, 2019 <sup>1</sup> | LTV <sup>2</sup> |
|--|------------------|
| Ontario  | 72%              |
| British Columbia   | 70%              |
| Alberta  | 75%              |
| Other  | 76%              |
| <b>Total Canada</b>  | <b>72%</b>       |
| <b>Total International</b>   | <b>0%</b>        |

We do not acquire uninsured residential mortgages from a third-party and we neither originate nor acquire any home equity lines of credit in the last quarter.

<sup>1</sup>Geographical location is based on the address of the property managed.

<sup>2</sup>LTV ratios for newly originated residential mortgages are calculated based on weighted average.

To mitigate the impact of an economic slowdown and establish appropriate standards for portfolio quality, the Bank has in place well defined underwriting and risk management mechanism in respect of residential mortgages. Further, the Bank performs reasonable due diligence on the borrower's capacity and willingness to service debt obligations and has in place appropriate collateral management practices. As per the risk management oversight framework, in the event of an economic slowdown, the potential impact on the residential mortgage portfolio will be marginal given the sound underwriting, proactive risk management and insured nature of majority of the Bank's residential mortgage portfolios.