Background

TD is a Top 10 North American Bank, the 2nd largest bank in Canada by assets, and the 6th largest in North America.

TD has a long history of prudent risk management and a strong mix of deposit clients and customers across all industries and sectors.

TD consistently maintains capital and liquidity regulatory ratios in excess of published regulatory minima, with a focus on maintaining sufficient capital and liquidity to help withstand stress.

Metric	Fiscal Q3 2024 Ratio	Published Regulatory Minimum	Excess to Published Regulatory Minimum [1]
CET1	12.8%	11.5%	$8 billion
LCR (quarterly avg.)	129%	100%	$75 billion
NSFR (quarterly avg.)	115%	100%	$148 billion

[1] *Represents the excess Capital (in the case of CET1), High Quality Liquid Assets (in the case of LCR), and Available Stable Funding (in the case of NSFR) available versus published regulatory minima.*

Capital

- Common Equity Tier 1 (CET1) capital is a primary Basel III capital measure comprised mainly of common equity, retained earnings and qualifying non-controlling interest in subsidiaries, subject to certain regulatory deductions. The CET1 ratio represents the predominant measure of capital adequacy under Basel III and equals CET1 capital divided by risk-weighted assets (RWA).
- As of fiscal Q3 2024, TD had a CET1 ratio of 12.8%, as compared to a published regulatory minimum of 11.5%. This equates to excess capital of $8 billion over the published regulatory minimum.
  - Expected fiscal Q4 2024 operational risk RWA impact to CET1 from Q3 2024 AML investigations provision of (35) bps
  - Expected fiscal Q4 2024 impact to CET1 from August 2024 sale of 40.5 million Schwab shares of 54 bps

Liquidity Coverage Ratio (LCR)

- LCR is a Basel III metric calculated as the ratio of the stock of unencumbered high-quality liquid assets (HQLA) over the net cash outflow requirements in the next 30 days under a hypothetical liquidity stress event. The Bank must maintain LCR above 100%.
- The Bank's average LCR for fiscal Q3 2024 was 129%, representing a surplus of $75 billion over the published regulatory minimum.

Net Stable Funding Ratio (NSFR)

- NSFR is a Basel III metric calculated as the ratio of total available stable funding over total required stable funding. The Bank must maintain NSFR above 100%.
- The Bank's average NSFR for fiscal Q3 2024 was 115%, representing a surplus of $148 billion over the published regulatory minimum.

TD Key Facts

- TD serves more than 27.5 million customers in four key businesses operating in a number of locations in financial centres around the globe.
- TD ranks among the world's leading online financial services firms, with more than 17 million active online and mobile customers. TD is a Global Systemically Important Bank (G-SIB), which means that the Bank is held to higher regulatory standards and has higher capital requirements and more stringent stress tests.
- TD has total assets of $1.97 trillion and total deposits of $1.22 trillion as of July 31, 2024. TD's large base of personal and business deposits[2] make up 70% of the Bank's total funding. TD Canada Trust is ranked #1 in Total Personal Non-Term Deposits[3].
- TD's wholesale funding profile reflects a balanced mix of secured and unsecured funding across various currencies and tenors.
- In its Liquidity Risk Management framework, the Bank targets a 90-day survival horizon under a combined Bank-specific and market-wide stress scenario. TD manages to a stable funding profile that emphasizes funding assets and contingencies to the appropriate term. We also maintain a comprehensive contingency funding plan to enhance preparedness for recovery from potential liquidity stress events.
- The Bank has strong credit ratings. TD is rated Aa2 (Stable Outlook) by Moody's, A+ (Stable Outlook) by S&P, AA (Negative Outlook) by Fitch, and AA (high) (Negative Outlook) by DBRS[4].

2 *Business deposits exclude wholesale funding.*

3 *Market share ranking is based on most current data available from the Office of the Superintendent of Financial Institutions Canada (OSFI) for personal deposits and loans as of June 2024.*

4 *Ratings are for The Toronto-Dominion Bank legal entity. Represents Moody's Long-Term Deposits Ratings and Counterparty Risk Rating, S&P's Issuer Credit Rating, Fitch's Long-Term Deposits Rating and DBRS' Long-Term Issuer Rating. Credit ratings are not recommendations to purchase, sell, or hold a financial obligation in as much as they do not comment on market price or suitability for a particular investor. Ratings are subject to revision or withdrawal at any time by the rating organization. Information as of October 23, 2024.*