

Third quarter financial highlights

Unaudited	As at or for the three months ended			As at or for the nine months ended	
	2020 Jul. 31	2020 Apr. 30	2019 Jul. 31	2020 Jul. 31	2019 Jul. 31
Financial results (\$ millions)					
Net interest income	\$ 2,729	\$ 2,762	\$ 2,694	\$ 8,252	\$ 7,750
Non-interest income	1,979	1,816	2,038	5,889	6,089
Total revenue	4,708	4,578	4,732	14,141	13,839
Provision for credit losses	525	1,412	291	2,198	884
Non-interest expenses	2,702	2,704	2,670	8,471	8,018
Income before income taxes	1,481	462	1,771	3,472	4,937
Income taxes	309	70	373	696	1,009
Net income	\$ 1,172	\$ 392	\$ 1,398	\$ 2,776	\$ 3,928
Net income (loss) attributable to non-controlling interests	\$ 2	\$ (8)	\$ 6	\$ 1	\$ 17
Preferred shareholders	31	30	28	92	79
Common shareholders	1,139	370	1,364	2,683	3,832
Net income attributable to equity shareholders	\$ 1,170	\$ 400	\$ 1,392	\$ 2,775	\$ 3,911
Financial measures					
Reported efficiency ratio	57.4 %	59.1 %	56.4 %	59.9 %	57.9 %
Loan loss ratio ⁽¹⁾	0.29 %	0.34 %	0.27 %	0.29 %	0.28 %
Reported return on common shareholders' equity ⁽²⁾	12.1 %	4.0 %	15.5 %	9.7 %	15.0 %
Net interest margin	1.43 %	1.55 %	1.65 %	1.53 %	1.63 %
Net interest margin on average interest-earning assets ⁽³⁾	1.61 %	1.77 %	1.84 %	1.72 %	1.82 %
Return on average assets ⁽⁴⁾	0.62 %	0.22 %	0.86 %	0.51 %	0.83 %
Return on average interest-earning assets ⁽³⁾⁽⁴⁾	0.69 %	0.25 %	0.96 %	0.58 %	0.92 %
Reported effective tax rate	20.9 %	15.3 %	21.1 %	20.1 %	20.4 %
Common share information					
Per share (\$)					
– basic earnings	\$ 2.56	\$ 0.83	\$ 3.07	\$ 6.03	\$ 8.63
– reported diluted earnings	2.55	0.83	3.06	6.02	8.61
– dividends	1.46	1.46	1.40	4.36	4.16
– book value	83.17	83.67	78.58	83.17	78.58
Closing share price (\$)	92.73	82.48	103.83	92.73	103.83
Shares outstanding (thousands)					
– weighted-average basic	445,416	444,739	444,868	445,137	443,976
– weighted-average diluted	445,894	445,188	445,915	445,711	445,144
– end of period	446,009	445,133	445,437	446,009	445,437
Market capitalization (\$ millions)	\$ 41,358	\$ 36,715	\$ 46,168	\$ 41,358	\$ 46,168
Value measures					
Total shareholder return	14.24 %	(22.21)%	(6.70)%	(13.47)%	(4.93)%
Dividend yield (based on closing share price)	6.3 %	7.2 %	5.3 %	6.3 %	5.4 %
Reported dividend payout ratio	57.1 %	176.0 %	45.7 %	72.3 %	48.2 %
Market value to book value ratio	1.11	0.99	1.32	1.11	1.32
Selected financial measures – adjusted ⁽⁵⁾					
Adjusted efficiency ratio ⁽⁶⁾	54.8 %	57.2 %	55.4 %	55.7 %	55.3 %
Adjusted return on common shareholders' equity ⁽²⁾	12.9 %	4.5 %	15.6 %	11.2 %	15.8 %
Adjusted effective tax rate	21.2 %	15.1 %	21.0 %	20.7 %	20.7 %
Adjusted diluted earnings per share	\$ 2.71	\$ 0.94	\$ 3.10	\$ 6.90	\$ 9.07
Adjusted dividend payout ratio	53.7 %	155.4 %	45.1 %	63.1 %	45.7 %
On- and off-balance sheet information (\$ millions)					
Cash, deposits with banks and securities	\$ 212,766	\$ 189,277	\$ 136,398	\$ 212,766	\$ 136,398
Loans and acceptances, net of allowance	414,457	420,579	395,440	414,457	395,440
Total assets	768,545	759,136	642,522	768,545	642,522
Deposits	566,135	543,788	481,044	566,135	481,044
Common shareholders' equity	37,095	37,244	35,003	37,095	35,003
Average assets	757,589	725,701	648,537	720,906	634,238
Average interest-earning assets ⁽³⁾	673,527	633,233	580,437	641,286	568,250
Average common shareholders' equity	37,360	37,386	35,028	36,802	34,101
Assets under administration (AUA) ⁽⁷⁾⁽⁸⁾	2,413,768	2,286,391	2,368,067	2,413,768	2,368,067
Assets under management (AUM) ⁽⁸⁾	265,639	249,206	248,391	265,639	248,391
Balance sheet quality and liquidity measures					
Risk-weighted assets (RWA) (\$ millions)	\$ 256,683	\$ 261,763	\$ 236,836	\$ 256,683	\$ 236,836
Common Equity Tier 1 (CET1) ratio ⁽⁹⁾	11.8 %	11.3 %	11.4 %	11.8 %	11.4 %
Tier 1 capital ratio ⁽⁹⁾	13.0 %	12.5 %	12.7 %	13.0 %	12.7 %
Total capital ratio ⁽⁹⁾	15.4 %	14.5 %	15.2 %	15.4 %	15.2 %
Leverage ratio	4.6 %	4.5 %	4.3 %	4.6 %	4.3 %
Liquidity coverage ratio (LCR)	150 %	131 %	129 %	n/a	n/a
Other information					
Full-time equivalent employees	43,952	44,204	45,763	43,952	45,763

(1) The ratio is calculated as the provision for credit losses on impaired loans to average loans and acceptances, net of allowance for credit losses.

(2) Annualized.

(3) Average interest-earning assets include interest-bearing deposits with banks, securities, cash collateral on securities borrowed, securities purchased under resale agreements, loans net of allowances, and certain sublease-related assets.

(4) Net income expressed as a percentage of average assets or average interest-earning assets.

(5) Adjusted measures are non-GAAP measures. Adjusted measures are calculated in the same manner as reported measures, except that financial information included in the calculation of adjusted measures is adjusted to exclude the impact of items of note. For additional information and a reconciliation of reported results to adjusted results, see the "Non-GAAP measures" section.

(6) Calculated on a tax equivalent basis (TEB).

(7) Includes the full contract amount of AUA or custody under a 50/50 joint venture between CIBC and The Bank of New York Mellon of \$1,903.7 billion (April 30, 2020: \$1,801.5 billion; July 31, 2019: \$1,864.4 billion).

(8) AUM amounts are included in the amounts reported under AUA.

(9) Effective beginning in the second quarter of 2020, ratios reflect the expected credit loss transitional arrangement announced by OSFI on March 27, 2020.