

# Second quarter financial highlights

Unaudited	As at or for the three months ended			As at or for the six months ended	
	2023 Apr. 30	2023 Jan. 31	2022 Apr. 30	2023 Apr. 30	2022 Apr. 30
<b>Financial results</b> (\$ millions)					
Net interest income	\$ 3,187	\$ 3,205	\$ 3,088	\$ 6,392	\$ 6,220
Non-interest income	2,515	2,722	2,288	5,237	4,654
Total revenue	5,702	5,927	5,376	11,629	10,874
Provision for credit losses	438	295	303	733	378
Non-interest expenses	3,140	4,462	3,114	7,602	6,137
Income before income taxes	2,124	1,170	1,959	3,294	4,359
Income taxes	436	738	436	1,174	967
Net income	\$ 1,688	\$ 432	\$ 1,523	\$ 2,120	\$ 3,392
Net income attributable to non-controlling interests	\$ 11	\$ 9	\$ 5	\$ 20	\$ 10
Preferred shareholders and other equity instrument holders	67	72	47	139	88
Common shareholders	1,610	351	1,471	1,961	3,294
Net income attributable to equity shareholders	\$ 1,677	\$ 423	\$ 1,518	\$ 2,100	\$ 3,382
<b>Financial measures</b>					
Reported efficiency ratio <sup>(1)</sup>	55.1 %	75.3 %	57.9 %	65.4 %	56.4 %
Reported operating leverage <sup>(1)</sup>	5.2 %	(39.8)%	(4.0)%	(16.9)%	(2.0)%
Loan loss ratio <sup>(2)</sup>	0.29 %	0.19 %	0.16 %	0.24 %	0.13 %
Reported return on common shareholders' equity <sup>(1)</sup>	14.5 %	3.1 %	14.0 %	8.7 %	15.7 %
Net interest margin <sup>(1)</sup>	1.40 %	1.33 %	1.44 %	1.37 %	1.43 %
Net interest margin on average interest-earning assets <sup>(1)(3)</sup>	1.54 %	1.49 %	1.61 %	1.52 %	1.60 %
Return on average assets <sup>(1)(3)</sup>	0.74 %	0.18 %	0.71 %	0.45 %	0.78 %
Return on average interest-earning assets <sup>(1)(3)</sup>	0.82 %	0.20 %	0.79 %	0.50 %	0.87 %
Reported effective tax rate	20.5 %	63.1 %	22.3 %	35.6 %	22.2 %
<b>Common share information</b>					
Per share (\$) <sup>(4)</sup>					
– basic earnings	\$ 1.77	\$ 0.39	\$ 1.63	\$ 2.16	\$ 3.65
– reported diluted earnings	1.76	0.39	1.62	2.15	3.64
– dividends	0.850	0.850	0.805	1.700	1.610
– book value <sup>(5)</sup>	50.52	49.12	48.09	50.52	48.09
Closing share price (\$) <sup>(4)</sup>	56.80	60.74	71.01	56.80	71.01
Shares outstanding (thousands) <sup>(4)</sup>					
– weighted-average basic	912,297	906,770	902,489	909,488	902,174
– weighted-average diluted	913,219	907,725	905,739	910,444	905,380
– end of period	917,769	911,629	903,155	917,769	903,155
Market capitalization (\$ millions)	\$ 52,129	\$ 55,372	\$ 64,133	\$ 52,129	\$ 64,133
<b>Value measures</b>					
Total shareholder return	(5.07)%	(0.30)%	(10.12)%	(5.36)%	(3.42)%
Dividend yield (based on closing share price)	6.1 %	5.6 %	4.6 %	6.0 %	4.6 %
Reported dividend payout ratio <sup>(1)</sup>	48.1 %	219.6 %	49.4 %	78.8 %	44.1 %
Market value to book value ratio	1.12	1.24	1.48	1.12	1.48
<b>Selected financial measures – adjusted <sup>(6)</sup></b>					
Adjusted efficiency ratio <sup>(7)</sup>	56.0 %	54.5 %	55.8 %	55.2 %	54.8 %
Adjusted operating leverage <sup>(7)</sup>	(0.3)%	(1.5)%	(1.8)%	(0.9)%	(0.8)%
Adjusted return on common shareholders' equity	13.9 %	15.5 %	15.2 %	14.7 %	16.4 %
Adjusted effective tax rate	20.1 %	22.2 %	22.6 %	21.2 %	22.4 %
Adjusted diluted earnings per share (EPS) <sup>(4)</sup>	\$ 1.70	\$ 1.94	\$ 1.77	\$ 3.63	\$ 3.81
Adjusted dividend payout ratio	50.0 %	43.8 %	45.4 %	46.7 %	42.1 %
<b>On- and off-balance sheet information</b> (\$ millions)					
Cash, deposits with banks and securities	\$ 246,294	\$ 238,819	\$ 220,293	\$ 246,294	\$ 220,293
Loans and acceptances, net of allowance for credit losses	538,273	531,306	502,430	538,273	502,430
Total assets	935,239	921,991	894,148	935,239	894,148
Deposits	705,917	694,724	665,487	705,917	665,487
Common shareholders' equity <sup>(1)</sup>	46,366	44,780	43,429	46,366	43,429
Average assets <sup>(3)</sup>	932,775	953,164	881,909	943,138	876,137
Average interest-earning assets <sup>(1)(3)</sup>	847,244	852,588	787,462	849,960	782,561
Average common shareholders' equity <sup>(1)(3)</sup>	45,597	45,078	43,155	45,333	42,370
Assets under administration (AUA) <sup>(1)(8)(9)</sup>	2,995,583	3,002,744	2,918,191	2,995,583	2,918,191
Assets under management (AUM) <sup>(1)(9)</sup>	310,637	304,948	302,258	310,637	302,258
<b>Balance sheet quality and liquidity measures <sup>(10)</sup></b>					
Risk-weighted assets (RWA) (\$ millions)	\$ 321,188	\$ 315,038	\$ 299,535	\$ 321,188	\$ 299,535
Common Equity Tier 1 (CET1) ratio <sup>(11)</sup>	11.9 %	11.6 %	11.7 %	11.9 %	11.7 %
Tier 1 capital ratio <sup>(11)</sup>	13.4 %	13.2 %	13.2 %	13.4 %	13.2 %
Total capital ratio <sup>(11)</sup>	15.5 %	15.6 %	15.3 %	15.5 %	15.3 %
Leverage ratio	4.2 %	4.3 %	4.2 %	4.2 %	4.2 %
Liquidity coverage ratio (LCR)	124 %	134 %	125 %	n/a	n/a
Net stable funding ratio (NSFR)	117 %	115 %	117 %	n/a	n/a
<b>Other information</b>					
Full-time equivalent employees	48,673	49,530	47,814	48,673	47,814

(1) For additional information on the composition, see the "Glossary" section.

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

(3) Average balances are calculated as a weighted average of daily closing balances.

(4) On April 7, 2022, CIBC shareholders approved a two-for-one share split (Share Split) of CIBC's issued and outstanding common shares. Each shareholder of record at the close of business on May 6, 2022 (Record Date) received one additional share on May 13, 2022 (Payment Date) for every one share held on the Record Date. All common share numbers and per common share amounts have been adjusted to reflect the Share Split as if it was retroactively applied to the beginning of 2022.

(5) Common shareholders' equity divided by the number of common shares issued and outstanding at end of period.

(6) 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, where applicable, see the "Non-GAAP measures" section.

(7) Calculated on a taxable equivalent basis (TEB).

(8) 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 \$2,370.5 billion (January 31, 2023: \$2,382.7 billion; April 30, 2022: \$2,301.6 billion).

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

(10) RWA and our capital ratios are calculated pursuant to the Office of the Superintendent of Financial Institution's (OSFI's) Capital Adequacy Requirements (CAR) Guideline, the leverage ratio is calculated pursuant to OSFI's Leverage Requirements Guideline, and LCR and NSFR are calculated pursuant to OSFI's Liquidity Adequacy Requirements (LAR) Guideline, all of which are based on the Basel Committee on Banking Supervision (BCBS) standards. The April 30, 2023 results reflect the impacts from the implementation of Basel III reforms that became effective as of February 1, 2023. For additional information, see the "Capital management" and "Liquidity risk" sections.

(11) The 2022 ratios reflect the expected credit loss (ECL) transitional arrangement announced by OSFI on March 27, 2020 in response to the onset of the COVID-19 pandemic. Effective November 1, 2022, the ECL transitional arrangement was no longer applicable.

n/a Not applicable.