

## Consolidated statement of changes in equity

\$ millions, for the year ended October 31	2016	2015	2014
<b>Preferred shares</b> (Note 15)			
Balance at beginning of year	\$ 1,000	\$ 1,031	\$ 1,706
Issue of preferred shares	–	600	400
Redemption of preferred shares	–	(631)	(1,075)
Balance at end of year	\$ 1,000	\$ 1,000	\$ 1,031
<b>Common shares</b> (Note 15)			
Balance at beginning of year	\$ 7,813	\$ 7,782	\$ 7,753
Issue of common shares	273	30	96
Purchase of common shares for cancellation	(61)	(2)	(65)
Treasury shares	1	3	(2)
Balance at end of year	\$ 8,026	\$ 7,813	\$ 7,782
<b>Contributed surplus</b>			
Balance at beginning of year	\$ 76	\$ 75	\$ 82
Stock option expense	5	5	7
Stock options exercised	(9)	(4)	(14)
Other	–	–	–
Balance at end of year	\$ 72	\$ 76	\$ 75
<b>Retained earnings</b>			
Balance at beginning of year	\$ 11,433	\$ 9,626	\$ 8,318
Net income attributable to equity shareholders	4,275	3,576	3,218
Dividends (Note 15)			
Preferred	(38)	(45)	(87)
Common	(1,879)	(1,708)	(1,567)
Premium on purchase of common shares for cancellation	(209)	(9)	(250)
Other	2	(7)	(6)
Balance at end of year	\$ 13,584	\$ 11,433	\$ 9,626
<b>AOCI, net of income tax</b>			
AOCI, net of income tax, that is subject to subsequent reclassification to net income			
<b>Net foreign currency translation adjustments</b>			
Balance at beginning of year	\$ 1,035	\$ 313	\$ 44
Net change in foreign currency translation adjustments	79	722	269
Balance at end of year	\$ 1,114	\$ 1,035	\$ 313
<b>Net gains (losses) on AFS securities</b>			
Balance at beginning of year	\$ 94	\$ 258	\$ 252
Net change in AFS securities	67	(164)	6
Balance at end of year <sup>(1)</sup>	\$ 161	\$ 94	\$ 258
<b>Net gains (losses) on cash flow hedges</b>			
Balance at beginning of year	\$ 22	\$ 26	\$ 13
Net change in cash flow hedges	1	(4)	13
Balance at end of year	\$ 23	\$ 22	\$ 26
AOCI, net of income tax, that is not subject to subsequent reclassification to net income			
<b>Net gains (losses) on post-employment defined benefit plans</b>			
Balance at beginning of year	\$ (118)	\$ (492)	\$ (349)
Net change in post-employment defined benefit plans	(390)	374	(143)
Balance at end of year	\$ (508)	\$ (118)	\$ (492)
<b>Net fair value change of FVO liabilities attributable to changes in credit risk</b>			
Balance at beginning of year	\$ 5	\$ –	\$ –
Net change attributable to changes in credit risk	(5)	5	–
Balance at end of year	\$ –	\$ 5	\$ –
<b>Total AOCI, net of income tax</b>	\$ 790	\$ 1,038	\$ 105
<b>Non-controlling interests</b>			
Balance at beginning of year	\$ 193	\$ 164	\$ 175
Net income (loss) attributable to non-controlling interests	20	14	(3)
Dividends	(19)	(5)	(4)
Other	7	20	(4)
Balance at end of year	\$ 201	\$ 193	\$ 164
Equity at end of year	\$ 23,673	\$ 21,553	\$ 18,783

(1) Includes \$43 million (2015: \$71 million; 2014: \$20 million) of cumulative loss related to AFS securities measured at fair value.

The accompanying notes and shaded sections in "MD&A – Management of risk" are an integral part of these consolidated financial statements.