

Consolidated statement of changes in equity

Millions of Canadian dollars, for the year ended October 31	2017 ⁽¹⁾	2016	2015
Preferred shares (Note 15)			
Balance at beginning of year	\$ 1,000	\$ 1,000	\$ 1,031
Issue of preferred shares	800	–	600
Redemption of preferred shares	–	–	(631)
Treasury shares	(3)	–	–
Balance at end of year	\$ 1,797	\$ 1,000	\$ 1,000
Common shares (Note 15)			
Balance at beginning of year	\$ 8,026	\$ 7,813	\$ 7,782
Issued pursuant to the acquisition of The PrivateBank	3,443	–	–
Issued pursuant to the acquisition of Geneva Advisors	126	–	–
Other issue of common shares	957	273	30
Purchase of common shares for cancellation	–	(61)	(2)
Treasury shares	(4)	1	3
Balance at end of year	\$ 12,548	\$ 8,026	\$ 7,813
Contributed surplus			
Balance at beginning of year	\$ 72	\$ 76	\$ 75
Issue of replacement equity-settled awards pursuant to the acquisition of The PrivateBank	72	–	–
Stock options and restricted shares expense	7	5	5
Stock options exercised	(15)	(9)	(4)
Other	1	–	–
Balance at end of year	\$ 137	\$ 72	\$ 76
Retained earnings			
Balance at beginning of year	\$ 13,584	\$ 11,433	\$ 9,626
Net income attributable to equity shareholders	4,699	4,275	3,576
Dividends (Note 15)			
Preferred	(52)	(38)	(45)
Common	(2,121)	(1,879)	(1,708)
Premium on purchase of common shares for cancellation	–	(209)	(9)
Other	(9)	2	(7)
Balance at end of year	\$ 16,101	\$ 13,584	\$ 11,433
AOCI, net of income tax			
AOCI, net of income tax, that is subject to subsequent reclassification to net income			
Net foreign currency translation adjustments			
Balance at beginning of year	\$ 1,114	\$ 1,035	\$ 313
Net change in foreign currency translation adjustments	(376)	79	722
Balance at end of year	\$ 738	\$ 1,114	\$ 1,035
Net gains (losses) on AFS securities			
Balance at beginning of year	\$ 161	\$ 94	\$ 258
Net change in AFS securities	(101)	67	(164)
Balance at end of year	\$ 60	\$ 161	\$ 94
Net gains (losses) on cash flow hedges			
Balance at beginning of year	\$ 23	\$ 22	\$ 26
Net change in cash flow hedges	10	1	(4)
Balance at end of year	\$ 33	\$ 23	\$ 22
AOCI, net of income tax, that is not subject to subsequent reclassification to net income			
Net gains (losses) on post-employment defined benefit plans			
Balance at beginning of year	\$ (508)	\$ (118)	\$ (492)
Net change in post-employment defined benefit plans	139	(390)	374
Balance at end of year	\$ (369)	\$ (508)	\$ (118)
Net gains (losses) due to fair value change of FVO liabilities attributable to changes in credit risk			
Balance at beginning of year	\$ –	\$ 5	\$ –
Net change attributable to changes in credit risk	(10)	(5)	5
Balance at end of year	\$ (10)	\$ –	\$ 5
Total AOCI, net of income tax	\$ 452	\$ 790	\$ 1,038
Non-controlling interests			
Balance at beginning of year	\$ 201	\$ 193	\$ 164
Net income attributable to non-controlling interests	19	20	14
Dividends	(8)	(19)	(5)
Other	(10)	7	20
Balance at end of year	\$ 202	\$ 201	\$ 193
Equity at end of year	\$ 31,237	\$ 23,673	\$ 21,553

(1) Includes the results of CIBC Bank USA following the completion of the acquisition on June 23, 2017. See Note 3 for additional details.

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