

SECOND QUARTER 2006

QUARTERLY REPORT FOR THE PERIOD
ENDED APRIL 30, 2006



REPORT TO SHAREHOLDERS

Laurentian Bank of Canada reports net income of \$24.6 million for the second quarter of 2006

Laurentian Bank of Canada reported net income of \$24.6 million or \$0.91 diluted per common share for the second quarter ended April 30, 2006, compared to \$10.6 million or \$0.33 diluted per common share for the same period in 2005. Return on common shareholders' equity was 12.5% for the quarter, compared to 4.6% for the same period in 2005. Results for the second quarter of 2006 include a net tax favorable adjustment of \$10.7 million resulting from various tax-related issues (\$0.45 diluted per common share).

For the six-month period ended April 30, 2006, net income totaled \$41.6 million or \$1.51 diluted per common share, compared to net income of \$27.9 million or \$0.93 diluted per common share in 2005. Return on common shareholders' equity was 10.1% for the six-month period ended April 30, 2006, compared to 6.5% for the same period in 2005. For the first six months of 2006, income from continuing operations stood at \$41.3 million or \$1.49 diluted per common share. Income from continuing operations for the first six months of 2005 was \$23.0 million or \$0.72 diluted per common share. For 2005, income from discontinued operations consisted of the \$5.4 million (\$5.2 million net of income taxes) gain resulting from the sale of the BLC-Edmond de Rothschild Asset Management joint-venture and subsequent changes to the value of certain investments related to seed capital.

Raymond McManus, President and Chief Executive Officer, commented on the results of operations: "I am pleased with the improvement in results compared to last year, even when excluding the favorable impact of the tax adjustment. This performance reflects our commitment to generate sustainable earnings from core operations. Revenues improved in all lines of business, while personal deposit and loan volumes also showed significant progress. New initiatives in the Commercial Financial Services and Laurentian Bank Securities segments should also contribute to our future growth."

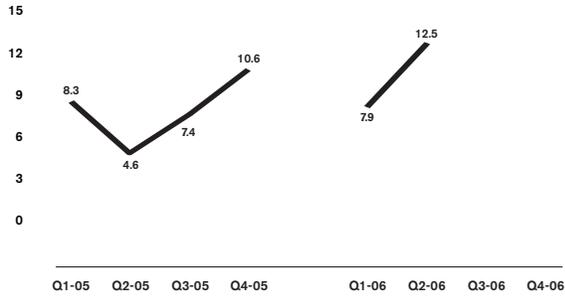
1 REPORT TO SHAREHOLDERS
3 MANAGEMENT DISCUSSION
AND ANALYSIS
8 FINANCIAL HIGHLIGHTS

9 CONSOLIDATED STATEMENT
OF INCOME
10 CONSOLIDATED BALANCE
SHEET

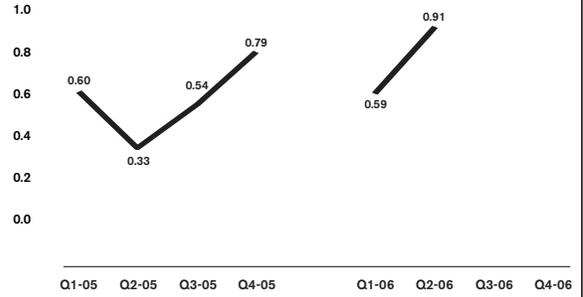
11 CONSOLIDATED STATEMENT
OF CHANGES IN
SHAREHOLDERS' EQUITY
12 CONSOLIDATED STATEMENT
OF CASH FLOWS

13 NOTES TO CONSOLIDATED
FINANCIAL STATEMENTS
22 SHAREHOLDER
INFORMATION

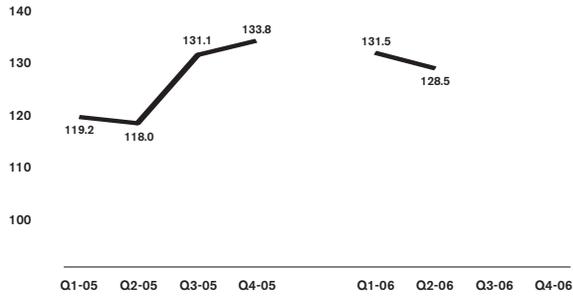
RETURN ON COMMON SHAREHOLDERS' EQUITY
AS A PERCENTAGE



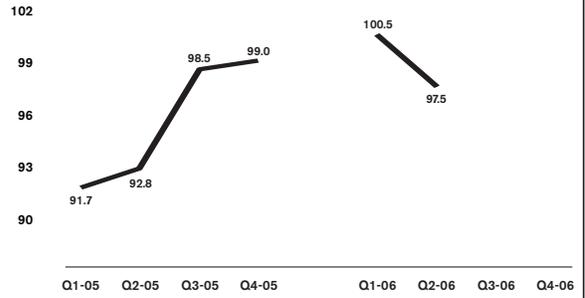
DILUTED NET INCOME PER COMMON SHARE
IN DOLLARS



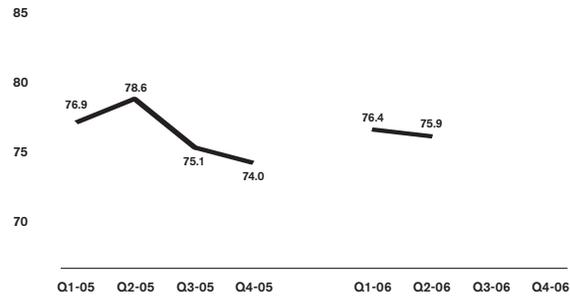
TOTAL REVENUE
IN MILLIONS OF DOLLARS



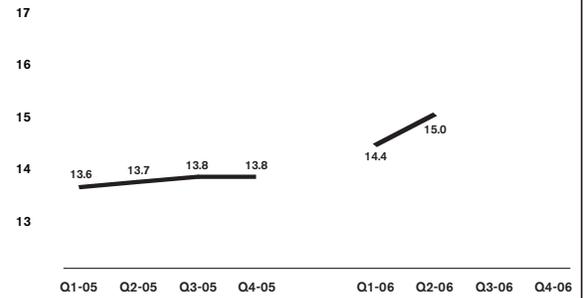
NON-INTEREST EXPENSES
IN MILLIONS OF DOLLARS



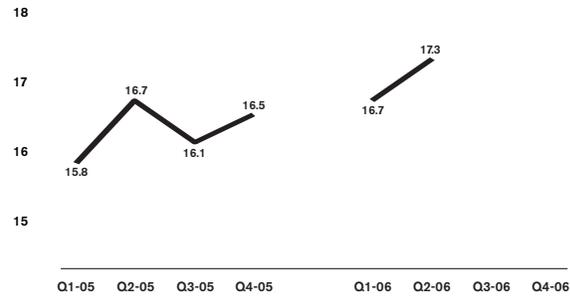
EFFICIENCY RATIO
NON-INTEREST EXPENSES AS A PERCENTAGE OF TOTAL REVENUE



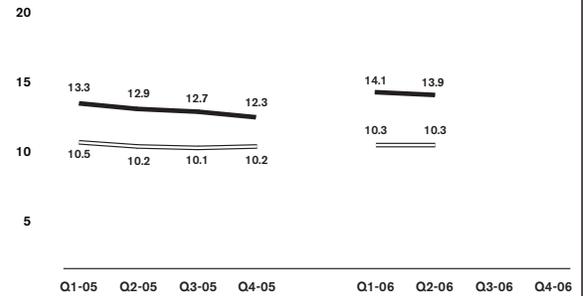
ASSETS UNDER ADMINISTRATION
IN BILLIONS OF DOLLARS



BALANCE SHEET ASSETS
IN BILLIONS OF DOLLARS



BIS CAPITAL RATIO
AS A PERCENTAGE



— TIER 1
— TOTAL CAPITAL

MANAGEMENT DISCUSSION AND ANALYSIS

PERFORMANCE AND FINANCIAL OBJECTIVES

Laurentian Bank publishes its financial objectives at the beginning of each financial year and then reports actual results quarterly. The Bank's practice is not to provide interim guidance. Strictly for information purposes, the following table presents the performance compared to objectives that have been set by management for 2006.

Performance for 2006

| PERFORMANCE INDICATORS | 2006 OBJECTIVES | SIX-MONTH PERIOD ENDED APRIL 30, 2006 - ACTUAL |
|---|---------------------------------|--|
| Return on common shareholders' equity | 7% to 8% | 10.1% |
| Diluted net income per share | \$2.05 to \$2.35 (annual) | \$1.51 |
| Total revenue | \$522 to \$532 million (annual) | \$260 million |
| Efficiency ratio | 75% to 73.5% | 76.2% |
| Capital ratios | | |
| Tier 1 | Minimum of 9.5% | 10.3% |
| Total | Minimum of 12.0% | 13.9% |
| Credit quality (loan losses as a % of average assets) | 0.25% to 0.22% | 0.24% |

HIGHLIGHTS

This section presents the highlights of the second quarter ended April 30, 2006 and details significant items affecting results, when compared to the second quarter of 2005.

- Total revenue stood at \$128.5 million in the second quarter of 2006, compared to \$118.0 million in the second quarter of 2005. The increase results from both the improvement in net interest income and other income.
- Non-interest expenses increased to \$97.5 million in the second quarter of 2006 from \$92.8 million in the second quarter of 2005, mainly in salaries and employee benefits.
- The provision for credit losses was \$10.0 million in the second quarter of 2006 compared to \$8.8 million in the second quarter of 2005.
- Income tax recovery, at \$3.6 million, includes a \$10.7 million net tax favorable adjustment resulting from various tax-related issues (\$0.45 diluted per common share), as detailed below.

Other significant events of the quarter

- On April 4, 2006, the Bank decided to exercise its right to redeem on June 1, 2006 all of its 6.50% Debentures, Series 9, due 2011, for an aggregate principal amount of \$150,000,000.
- On May 2, 2006, the Conservative government delivered its first Budget Speech. As the Conservative Party forms a minority government, proposed amendments to the Income Tax Act will not be considered to be substantively enacted until the proposals have passed third reading in the House of Commons. As a result, the Bank has not reflected the effect of the proposed changes in its consolidated financial statements. Based on the Bank's analysis, the proposed changes would imply a revaluation of the future tax assets, which would lead to a total charge to future income tax expense of approximately \$11 million in the period in which the changes would be substantively enacted. However, going forward, the applicable tax rate and taxes payable would be reduced.

The proposed increase to \$1 billion of the threshold at which the federal minimum tax on financial institutions begins to apply, as of July 1, 2006, is a very positive announcement for the Bank. The change would enable the Bank to reduce future income tax assets at an accelerated rate and reduce the funding burden of this non-interest producing asset.

ANALYSIS OF CONSOLIDATED RESULTS

Summary results

Net income was \$24.6 million or \$0.91 diluted per common share for the second quarter ended April 30, 2006, compared to \$10.6 million or \$0.33 diluted per common share for the same period in 2005. Discontinued operations had no significant effect on the results of the second quarter of 2006, while they unfavorably impacted results of the second quarter of 2005 by \$0.3 million or \$0.01 diluted per common share. Results of the second quarter of 2006 include a \$10.7 million net tax favorable adjustment resulting from various tax-related issues (\$0.45 diluted per common share).

For the first six months of 2006, net income totaled \$41.6 million or \$1.51 diluted per common share, compared to net income of \$27.9 million or \$0.93 diluted per common share in 2005. For the first six months of 2006, income from continuing operations stood at \$41.3 million or \$1.49 diluted per common share. Income from continuing operations for the first six months of 2005 was \$23.0 million or \$0.72 diluted per common share. For 2005, income from discontinued operations mainly consisted of the \$5.4 million (\$5.2 million net of income taxes) gain resulting from the sale of the BLC-Edmond de Rothschild Asset Management joint-venture and subsequent changes to the value of certain investments related to seed capital.

Total revenue increased by \$10.5 million or 9% to \$128.5 million in the second quarter of 2006, compared to \$118.0 million in the second quarter of 2005. The variation reflects the combined effect of the improvement of \$6.6 million in net interest income and \$3.9 million in other income, compared to the same quarter a year ago.

The \$6.6 million increase in net interest income from the second quarter of 2005 results largely from the tighter asset and liability management strategies initiated in 2004 and growth in loan volumes. Net interest margin improved from 2.02% in the second quarter of 2005 to 2.11% in the second quarter of 2006. The \$3.9 million increase in other income is principally attributable to higher securitization income, treasury and financial markets revenues and credit insurance income.

Compared to the same period for 2005, total revenue for the six-month period ended April 30, 2006, improved as a result of the items noted above. As well, the \$0.9 million (\$0.9 million net of income taxes) gain resulting from the sale of Brome Financial Corporation Inc. contributed to the profitability in the first quarter of 2006.

The **provision for credit losses** slightly increased to \$10.0 million or 0.25% of average assets in the second quarter of 2006, from \$8.8 million or 0.22% of average assets during the second quarter of 2005. Net impaired loans were relatively unchanged at -\$4.4 million at April 30, 2006, compared to -\$8.9 million at October 31, 2005. Gross impaired loans stood at \$123.5 million at April 30, 2006, compared to \$120.9 million at October 31, 2005. Credit quality remained stable during the quarter, benefiting from the prevailing economic environment.

Non-interest expenses increased by 5% to \$97.5 million in the second quarter of 2006, compared to \$92.8 million in the second quarter of 2005. At \$48.3 million for the second quarter of 2006, salaries and other employee benefits increased by \$2.6 million, compared to the same quarter a year ago. The variation results from the increase in employee future benefit costs, as well as from the higher overall salary charge coming from the expansion in the retail banking and brokerage activities. These increases were partially offset by the \$1.3 million reduction to the stock appreciation rights plan.

Premises and technology costs remained at levels similar to a year ago, while other expenses increased as a result of higher professional fees, mainly due to the higher overall level of activity, and various other costs.

The efficiency ratio (non-interest expenses divided by total revenue) was 75.9% in the second quarter of 2006 compared to 78.6% in the second quarter of 2005.

For the six-month period ended April 30, 2006, non-interest expenses increased by \$13.6 million, mainly as a result of higher salaries and employee benefits, including the costs associated with incentive compensation, as well as higher advertising and business development expenses.

The **income tax recovery** was \$3.6 million for the second quarter of 2006, compared to a \$5.5 million income tax expense (33.5% effective tax rate) for the second quarter of 2005. Results of the second quarter of 2006 include a \$10.7 million net tax favorable adjustment detailed as follows: an \$11.3 million recovery related to the resolution of various income tax exposures, the recognition of \$2.8 million of previously unrecognized temporary differences related to the minimum tax on financial institutions (Part VI tax) and a \$3.4 million charge on the decision to repatriate capital from foreign credit insurance operations. Excluding the effect of this favorable adjustment, the income tax expense would have stood at \$7.1 million (33.6% effective tax rate).

As discussed above, the changes to the Tax Act proposed on May 2, 2006 by the Conservative government may imply a revaluation of the future tax assets, which would lead to an estimated \$11 million charge to future income tax expense in the period in which the changes will be substantively enacted. Also, the proposed increase to \$1 billion of the threshold at which the federal minimum tax on financial institutions begins to apply, as of July 1, 2006, is a very positive announcement for the Bank. It would enable the Bank to reduce over time future income tax assets to a level similar to that of the industry. Moreover, it would reduce the funding burden of this non-interest producing asset and thus improve profitability.

For the six-month period ended April 30, 2006, the income tax expense was \$0.7 million (1.7% effective tax rate), while it stood at \$11.2 million (32.7% effective tax rate) in 2005. The lower tax rate in 2006 results from the income tax recovery discussed above, as well as the favorable adjustment to future tax assets of \$2.4 million, resulting from the increase in Quebec income tax rates and the lower taxes on the gain on sale of Brome Financial Corporation during the first quarter.

ANALYSIS OF FINANCIAL CONDITION

Balance sheet assets stood at \$17.3 billion at April 30, 2006, compared to \$16.5 billion at October 31, 2005.

Compared to October 31, 2005, liquidities, including cash resources, securities and assets purchased under reverse repurchase agreements, increased mainly as a result of the higher level of assets purchased under reverse repurchase agreements. This increase must be viewed in relation with the higher level of obligations related to assets sold short. The issuance of the Series 10 debentures and loan securitization activities also generated additional liquidities over the last six months.

As at April 30, 2006, the portfolio of loans and bankers' acceptances remained relatively unchanged at \$12.0 billion, compared to October 31, 2005. However, over that period, the Bank securitized more than \$530 million of residential mortgage loans (\$307 million during the second quarter). The Bank has relied on the well-structured mortgage loan securitization market to raise liquidities to fund growth. Noteworthy is also the \$193 million increase in personal loans, resulting from the strong performance of the B2B Trust segment and the increase in mortgage secured lines of credit. The sturdy residential mortgages market and the continued demand for personal credit continue to be important performance drivers for the Bank. Commercial loans, including bankers' acceptances, and commercial mortgages remained relatively stable over the six-month period.

Total personal deposits grew by 3% or \$316 million over the last six months to \$10.9 billion at April 30, 2006 from \$10.6 billion at October 31, 2005. Business and other deposits decreased by \$905 million to \$2.2 billion at April 30, 2006, as certain deposits matured and as the pricing of other funding sources, including securitization, assets sold under repurchase agreements and personal deposits, became more attractive. The Bank continues to benefit from very stable and diversified sources of funding through personal deposits. At April 30, 2006, personal deposits accounted for 83% of total deposits of \$13.1 billion.

Shareholders' equity stood at \$936.8 million as at April 30, 2006, while it stood at \$913.2 million at October 31, 2005. There were 23,612,865 common shares outstanding as at April 30, 2006 and the Bank's book value per common share increased to \$30.78 from \$29.85 at year-end 2005.

The total capital of the Bank, comprised of shareholders' equity and debentures, reached \$1,237 million at April 30, 2006 compared to \$1,063 million at October 31, 2005, an increase of \$174 million over the period, essentially as a result of the issuance of Series 10 debentures for \$150 million during the first quarter. The BIS Tier 1 and Total capital ratios stood at 10.3% and 13.9%, respectively at April 30, 2006, compared to 10.2% and 12.3% at October 31, 2005. During the quarter, the Bank announced its intention to exercise its right to redeem on June 1, 2006, all of its 6.50% Debentures, Series 9, due 2011, of an aggregate principal amount of \$150,000,000. Considering the anticipated redemption, the Total capital ratio would have stood at 12.1%.

On May 25, 2006, the Board of Directors declared regular dividends on the various series of preferred shares to shareholders of record on June 9, 2006. Also, at its meeting on June 2, 2006, the Board of Directors declared a dividend of \$0.29 per common share, payable on August 1, 2006, to shareholders of record on July 4, 2006.

Assets under administration stood at \$15.0 billion at April 30, 2006 compared to \$13.7 billion at April 30, 2005 and \$13.8 billion at October 31, 2005. Compared to year-end 2005, self-directed RRSP accounts, clients' brokerage assets and mutual funds under administration increased by \$342 million, \$236 million and \$180 million respectively, as a combined result of market revaluation and organic growth. Mortgage loans under management also increased by \$449 million as a result of the securitization transactions.

SEGMENTED INFORMATION

The improvement in profitability for the second quarter of 2006, when compared to the same quarter of 2005, results mainly from the \$10.7 million net tax favorable adjustment recorded in the Other segment, as noted previously. As well, increases in revenues from the various segments and in treasury operations favorably contributed to the results for the quarter.

Compared to the first quarter of 2006, net income generally increased, despite lower net interest income resulting from the shorter quarter. In fact, the second quarter has only 89 days, compared to 92 days for the first quarter.

NET INCOME CONTRIBUTIONS

| IN MILLIONS OF DOLLARS | RETAIL FINANCIAL SERVICES | COMMERCIAL FINANCIAL SERVICES | B2B TRUST | LAURENTIAN BANK SECURITIES | OTHER | TOTAL ¹ |
|----------------------------|---------------------------------|-------------------------------------|-----------|----------------------------------|----------|--------------------|
| Q2-2006² | | | | | | |
| Net income | \$ 7.1 | \$ 4.6 | \$ 5.7 | \$ 1.1 | \$ 6.1 | \$ 24.6 |
| | 38% | 25% | 31% | 6% | n/a | 100% |
| Q1-2006² | | | | | | |
| Net income | \$ 6.5 | \$ 5.6 | \$ 5.5 | \$ 0.7 | \$ (1.3) | \$ 17.0 |
| | 35% | 31% | 30% | 4% | n/a | 100% |
| Q2-2005² | | | | | | |
| Net income | \$ 6.0 | \$ 6.9 | \$ 4.0 | \$ 0.8 | \$ (7.0) | \$ 10.6 |
| | 34% | 39% | 23% | 4% | n/a | 100% |

¹ Percentage of net income contribution from the four business segments, excluding the Other segment.

² Results from all deposit brokerage operations are now included with the B2B Trust business segment, whereas certain activities were previously included with the Retail Financial Services segment. B2B Trust has developed a recognized expertise with regards to the business generated through intermediaries and, as such, it is well positioned to further develop these operations. As well, certain adjustments were carried to the cost of funds model in 2006. Comparative figures were restated to reflect the current period presentation.

Retail Financial Services

Results for the Retail Financial Services business segment improved by 18% to \$7.1 million for the second quarter of 2006, compared to \$6.0 million for the second quarter of 2005. The increase in net interest income of \$2.0 million reflects higher interest margins, as well as the growth in loan and deposit portfolios. The \$1.5 million increase in other income results from higher commissions on credit insurance and mutual funds distribution, as well as higher Visa credit card activity level. At \$4.7 million, loan losses were lower than for the second quarter of 2005 and remain at an acceptable level.

Non-interest expenses increased to \$70.2 million for the second quarter of 2006, compared to \$66.8 million for the same quarter of 2005. The increase results mainly from higher employee future benefit costs, as well as a higher salary charge coming from the expansion in the retail banking operations.

In 2006, the Bank has succeeded in surpassing the record volume of business attained during its 2005 RRSP campaign. New products were offered on the market during that period and they were instrumental in drawing the public's attention to the range of investment products offered by the Bank. Sales of mutual funds also exceeded the levels recorded during fiscal 2005. Training programs tailored for advisors, as well as the introduction of highly performing business tools in retirement planning, have played a determining role in the success of our latest RRSP campaign.

After investing significantly in advertising and thereby enhancing its market position, the Bank has taken a new step in its visibility strategy. The DARE theme is thus evolving and renewing itself as DARE TO GROW. In addition to the message sent to clients, the theme evokes the initiatives that have been instrumental in furthering the Bank's positioning. This advertising platform also underlines the Bank's more humane outlook, resolutely focused on youth and families, its main target clientele.

Commercial Financial Services

Net income was \$4.6 million in the second quarter of 2006, compared to \$6.9 million for the second quarter of 2005. Excluding the lost stream of revenues of \$1.9 million that came from Brome Financial Corporation in 2005, revenues grew by \$0.3 million in 2006, mainly as a result of higher loan volumes.

Loan losses in the second quarter of 2006 were \$3.9 million, compared to \$0.9 million in the second quarter of 2005. The lower loan losses in 2005 resulted from significant recoveries on certain loans. At \$3.9 million, loan losses for the second quarter of 2006 were higher than for the first quarter of 2006, but remained within management's expectations, as the Canadian economy has, so far, reacted well to the recent increases in energy prices and the Canadian dollar. Also, the recent softwood agreement should ease certain concerns related to that industry.

The decrease in non-interest expense of \$0.8 million, when compared to the second quarter of 2005, results mainly from the effect of the sale of Brome Financial Corporation, partially offset by increases in salaries.

In order to support and further the growth of the Bank's Commercial Financial Services, a new business signature has been elaborated and launched in Quebec's mass media during the second quarter of 2006. **MAXAFFAIRES** will, from now on, identify all of the Bank's commercial financial services offering to small and medium-sized businesses.

B2B Trust

The B2B Trust business segment's net income improved by 43% to \$5.7 million in the second quarter of 2006, compared to \$4.0 million in the second quarter of 2005. Higher loan volumes and net interest margins have both contributed to the \$2.5 million increase in net interest income.

At \$1.4 million, loan losses have remained at a satisfactory level. This level is comparable to that of a year ago, in spite of the increase in loan volumes. Non-interest expenses have remained relatively stable.

B2B Trust also recorded excellent results in its RRSP campaign during the second quarter of 2006. Its advertising offensives, combined with aggressive promotions of its products and services, notably its 100% Accelerator Investment Loan, have been instrumental in generating significant volumes of RRSP and investment loans.

Laurentian Bank Securities

The Laurentian Bank Securities business improved its contribution to net income to \$1.1 million in the second quarter of 2006, compared to \$0.8 million in the second quarter of 2005. Revenues were up more than 17% to \$6.2 million, as a result of the strong performance of both the institutional and retail divisions. Non-interest expenses increased to \$4.6 million in the second quarter of 2006, up from \$4.2 million in the same quarter of 2005. This increase reflects the hiring of several employees over the last 12 months, as well as other business development initiatives.

In order to further its growth, expand its expertise and maximize synergies opportunities, Laurentian Bank Securities launched, on May 9, a new business unit – Institutional Equity. Over the past few years, Laurentian Bank Securities has succeeded in developing its operations and thereby consolidating the foundations of its four original business units, namely retail services, institutional fixed income, discount brokerage and introducing broker operations. The addition of this new business unit will be instrumental in enhancing the products and services offering to the institutional market where Laurentian Bank Securities has already earned an excellent reputation,

particularly in the fixed income segment. In line with the Bank's focused strategy, Institutional Equity will primarily serve small and medium-sized business. The new unit's start-up costs should not have a significant impact on the business segment's profitability.

Other sector

The Other sector reported a positive contribution of \$6.1 million, for the second quarter of 2006, compared to a negative contribution of \$7.0 million for the second quarter of 2005. The \$10.7 million net tax favorable adjustment resulting from the reduction of certain tax exposures, as noted above, contributed significantly to the improvement. Net interest income and other treasury operations, including securitization activities, also contributed to the strong performance of the segment.

ADDITIONAL FINANCIAL INFORMATION – QUARTERLY RESULTS

| IN MILLIONS OF DOLLARS, EXCEPT PER SHARE AMOUNTS (UNAUDITED) | Q2 | 2006 | | | Q2 | 2005 | | |
|---|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| | | Q1 | Q4 | Q3 | | Q1 | Q4 | Q3 |
| Total revenue | \$ 128.5 | \$ 131.5 | \$ 133.8 | \$ 131.1 | \$ 118.0 | \$ 119.2 | \$ 108.9 | \$ 117.2 |
| Income from continuing operations | 24.6 | 16.7 | 17.4 | 15.2 | 11.0 | 12.1 | 7.1 | 9.7 |
| Net income | 24.6 | 17.0 | 21.6 | 15.8 | 10.6 | 17.3 | 7.1 | 9.7 |
| Income per common share from continuing operations | | | | | | | | |
| Basic | 0.92 | 0.58 | 0.61 | 0.52 | 0.34 | 0.38 | 0.17 | 0.31 |
| Diluted | 0.91 | 0.58 | 0.61 | 0.52 | 0.34 | 0.38 | 0.17 | 0.31 |
| Net income per common share | | | | | | | | |
| Basic | 0.92 | 0.59 | 0.79 | 0.54 | 0.33 | 0.61 | 0.17 | 0.31 |
| Diluted | 0.91 | 0.59 | 0.79 | 0.54 | 0.33 | 0.60 | 0.17 | 0.31 |
| Return on common shareholders' equity | 12.5% | 7.9% | 10.6% | 7.4% | 4.6% | 8.3% | 2.4% | 4.2% |
| Balance sheet assets | \$ 17,307 | \$ 16,742 | \$ 16,507 | \$ 16,125 | \$ 16,671 | \$ 15,817 | \$ 16,607 | \$ 16,906 |

CORPORATE GOVERNANCE

The Board of Directors and the Audit Committee of Laurentian Bank reviewed this report prior to its issuance. The disclosure controls and procedures support the ability of the President and Chief Executive Officer and the Senior Executive Vice-President and Chief Financial Officer to assure that Laurentian Bank's interim consolidated financial statements are fairly presented.



L. DENIS DESAUTELS, O.C.
Chairman of the Board



RAYMOND McMANUS
President and Chief Executive Officer

Montreal, June 2, 2006

CAUTION REGARDING FORWARD-LOOKING STATEMENTS

This press release and related communications may contain forward-looking statements, including statements regarding the business and anticipated financial performance of Laurentian Bank. These statements typically use the conditional and words such as prospects, believe, estimate, forecast, project, should, could and would. By their very nature, forward-looking statements involve inherent risks and uncertainties, and it is possible that the forecasts, projections and other forward-looking statements will not be achieved. The Bank cautions readers against placing undue reliance on these statements when making decisions, as the actual results could differ appreciably from the opinions, plans, objectives, expectations, forecasts, estimates and intentions expressed in such forward-looking statements due to various material factors. These factors include, among other things, capital market activity, changes in government monetary, economic and fiscal policies, changes in interest rates, inflation levels and general economic conditions, legislative and regulatory developments, competition, credit ratings, scarcity of human resource and technological change. The Bank cautions that the foregoing list of factors is not exhaustive. The Bank does not undertake to update any forward-looking statements, oral or written, made by itself or on its behalf, except if required by applicable securities legislations.

FINANCIAL HIGHLIGHTS

| IN MILLIONS OF DOLLARS, EXCEPT PER SHARE AMOUNTS (UNAUDITED) | Q2-06 | Q2-05 | PERCENTAGE VARIATION | FOR THE SIX-MONTH PERIODS ENDED | | PERCENTAGE VARIATION |
|---|---------|---------|-------------------------|------------------------------------|------------------|-------------------------|
| | | | | APRIL 30 2006 | APRIL 30 2005 | |
| Earnings | | | | | | |
| Net income | \$ 24.6 | \$ 10.6 | 132.1 % | \$ 41.6 | \$ 27.9 | 49.1 % |
| Income from continuing operations | \$ 24.6 | \$ 11.0 | 123.6 % | \$ 41.3 | \$ 23.0 | 79.6 % |
| Net income available to common shareholders | \$ 21.6 | \$ 7.7 | 180.5 % | \$ 35.6 | \$ 21.9 | 62.6 % |
| Return on common shareholders' equity | 12.5 % | 4.6 % | | 10.1 % | 6.5 % | |
| Per common share | | | | | | |
| Diluted net income | \$ 0.91 | \$ 0.33 | 175.8 % | \$ 1.51 | \$ 0.93 | 62.4 % |
| Diluted income from continuing operations | \$ 0.91 | \$ 0.34 | 167.6 % | \$ 1.49 | \$ 0.72 | 106.9 % |
| Dividends | \$ 0.29 | \$ 0.29 | - % | \$ 0.58 | \$ 0.58 | - % |
| Book value | | | | \$ 30.78 | \$ 29.14 | 5.6 % |
| Share price – close | | | | \$ 32.58 | \$ 26.52 | 22.9 % |
| Financial position | | | | | | |
| Balance sheet assets | | | | \$ 17,307 | \$ 16,671 | 3.8 % |
| Assets under administration | | | | \$ 14,954 | \$ 13,701 | 9.1 % |
| Loans, bankers' acceptances and assets purchased under reverse repurchase agreements, net | | | | \$ 12,896 | \$ 12,264 | 5.2 % |
| Personal deposits | | | | \$ 10,892 | \$ 10,679 | 2.0 % |
| Shareholders' equity and debentures | | | | \$ 1,237 | \$ 1,095 | 13.0 % |
| Number of common shares (in thousands) | | | | 23,613 | 23,511 | 0.4 % |
| Net impaired loans as a % of loans, bankers' acceptances and assets purchased under reverse repurchase agreements | | | | - % | - % | |
| Risk-weighted assets | | | | \$ 8,612 | \$ 8,349 | 3.2 % |
| Capital ratios | | | | | | |
| Tier I BIS | | | | 10.3 % | 10.2 % | |
| Total BIS capital | | | | 13.9 % | 12.9 % | |
| Assets to capital multiple | | | | 14.6 x | 15.5 x | |
| Tangible common equity as a percentage of risk-weighted assets | | | | 7.6 % | 7.4 % | |
| FINANCIAL RATIOS | | | | | | |
| Per common share | | | | | | |
| Price / earnings ratio (trailing four quarters) | | | | 11.5 x | 18.7 x | |
| Market to book value | | | | 106 % | 91 % | |
| Dividend yield | 3.56 % | 4.37 % | | 3.56 % | 4.37 % | |
| Dividend payout ratio | 31.6 % | 89.1 % | | 38.4 % | 62.3 % | |
| As a percentage of average assets | | | | | | |
| Net interest income | 2.11 % | 2.02 % | | 2.11 % | 1.92 % | |
| Provision for credit losses | 0.25 % | 0.22 % | | 0.24 % | 0.23 % | |
| Net income | 0.61 % | 0.27 % | | 0.50 % | 0.35 % | |
| Net income available to common shareholders | 0.53 % | 0.20 % | | 0.43 % | 0.27 % | |
| Profitability | | | | | | |
| Other income (as a % of total revenue) | 33.3 % | 33.0 % | | 33.2 % | 34.7 % | |
| Efficiency ratio (non-interest expenses as a % of total revenue) | 75.9 % | 78.6 % | | 76.2 % | 77.8 % | |
| OTHER INFORMATION | | | | | | |
| Number of full-time equivalent employees | | | | 3,230 | 3,140 | |
| Number of branches | | | | 157 | 156 | |
| Number of automated banking machines | | | | 318 | 310 | |

CONSOLIDATED STATEMENT OF INCOME

| IN THOUSANDS OF DOLLARS, EXCEPT PER SHARE AMOUNTS (UNAUDITED) | NOTES | FOR THE THREE-MONTH PERIODS ENDED | | | FOR THE SIX-MONTH PERIODS ENDED | |
|---|-------|-----------------------------------|--------------------|------------------|---------------------------------|------------------|
| | | APRIL 30 2006 | JANUARY 31 2006 | APRIL 30 2005 | APRIL 30 2006 | APRIL 30 2005 |
| Interest income | | | | | | |
| Loans | | \$ 180,062 | \$ 180,307 | \$ 164,352 | \$ 360,369 | \$ 334,300 |
| Securities | | 16,802 | 16,718 | 15,233 | 33,520 | 31,290 |
| Deposits with other banks | | 3,893 | 1,700 | 1,854 | 5,593 | 3,556 |
| | | 200,757 | 198,725 | 181,439 | 399,482 | 369,146 |
| Interest expense | | | | | | |
| Deposits and other liabilities | | 110,352 | 107,805 | 98,534 | 218,157 | 205,852 |
| Subordinated debentures | 5 | 4,721 | 2,971 | 3,817 | 7,692 | 8,495 |
| | | 115,073 | 110,776 | 102,351 | 225,849 | 214,347 |
| Net interest income | | 85,684 | 87,949 | 79,088 | 173,633 | 154,799 |
| Provision for credit losses | 3 | 10,000 | 10,000 | 8,750 | 20,000 | 18,500 |
| | | 75,684 | 77,949 | 70,338 | 153,633 | 136,299 |
| Other income | | | | | | |
| Fees and commissions on loans and deposits | | 20,212 | 21,044 | 22,145 | 41,256 | 43,691 |
| Brokerage operations | | 5,812 | 4,989 | 4,899 | 10,801 | 9,830 |
| Income from treasury and financial market operations | | 2,889 | 3,047 | 1,566 | 5,936 | 5,781 |
| Income from registered self-directed plans | | 2,893 | 2,757 | 3,023 | 5,650 | 5,983 |
| Securitization income | 4 | 3,554 | 3,138 | 719 | 6,692 | 3,780 |
| Income from distribution and management of mutual funds | | 2,636 | 2,373 | 2,238 | 5,009 | 5,070 |
| Credit insurance income | | 3,249 | 2,976 | 2,004 | 6,225 | 3,662 |
| Gain on disposal | 2 | - | 931 | - | 931 | - |
| Other | | 1,587 | 2,302 | 2,297 | 3,889 | 4,543 |
| | | 42,832 | 43,557 | 38,891 | 86,389 | 82,340 |
| | | 118,516 | 121,506 | 109,229 | 240,022 | 218,639 |
| Non-interest expenses | | | | | | |
| Salaries and employee benefits | | 48,260 | 52,342 | 45,647 | 100,602 | 90,454 |
| Premises and technology | | 26,896 | 26,514 | 26,708 | 53,410 | 53,574 |
| Other | | 22,365 | 21,674 | 20,404 | 44,039 | 40,419 |
| | | 97,521 | 100,530 | 92,759 | 198,051 | 184,447 |
| Income from continuing operations before income taxes | | | | | | |
| | | 20,995 | 20,976 | 16,470 | 41,971 | 34,192 |
| Income taxes (recovery) | 9 | (3,610) | 4,317 | 5,518 | 707 | 11,186 |
| Income from continuing operations | | 24,605 | 16,659 | 10,952 | 41,264 | 23,006 |
| Income from discontinued operations, net of income taxes | | | | | | |
| | 2 | 30 | 324 | (303) | 354 | 4,910 |
| Net income | | \$ 24,635 | \$ 16,983 | \$ 10,649 | \$ 41,618 | \$ 27,916 |
| Preferred share dividends, including applicable income taxes | | 2,987 | 2,982 | 2,999 | 5,969 | 6,034 |
| Net income available to common shareholders | | \$ 21,648 | \$ 14,001 | \$ 7,650 | \$ 35,649 | \$ 21,882 |
| Average number of common shares (in thousands) | | | | | | |
| Basic | | 23,612 | 23,580 | 23,511 | 23,596 | 23,511 |
| Diluted | | 23,673 | 23,640 | 23,534 | 23,656 | 23,533 |
| Income per common share from continuing operations | | | | | | |
| Basic | | \$ 0.92 | \$ 0.58 | \$ 0.34 | \$ 1.50 | \$ 0.72 |
| Diluted | | \$ 0.91 | \$ 0.58 | \$ 0.34 | \$ 1.49 | \$ 0.72 |
| Net income per common share | | | | | | |
| Basic | | \$ 0.92 | \$ 0.59 | \$ 0.33 | \$ 1.51 | \$ 0.93 |
| Diluted | | \$ 0.91 | \$ 0.59 | \$ 0.33 | \$ 1.51 | \$ 0.93 |

The accompanying notes are an integral part of the interim consolidated financial statements.

CONSOLIDATED BALANCE SHEET

| IN THOUSANDS OF DOLLARS (UNAUDITED) | NOTES | APRIL 30 2006 | OCTOBER 31 2005 | APRIL 30 2005 |
|--|---------|----------------------|----------------------|----------------------|
| ASSETS | | | | |
| Cash resources | | | | |
| Cash and non-interest-bearing deposits with other banks | | \$ 52,174 | \$ 57,737 | \$ 39,628 |
| Interest-bearing deposits with other banks | | 344,347 | 259,791 | 195,382 |
| | | <u>396,521</u> | <u>317,528</u> | <u>235,010</u> |
| Securities | | | | |
| Investment account | | 1,547,834 | 1,911,819 | 2,128,468 |
| Trading account | | 1,657,575 | 1,028,587 | 1,169,916 |
| | | <u>3,205,409</u> | <u>2,940,406</u> | <u>3,298,384</u> |
| Assets purchased under reverse repurchase agreements | | | | |
| | | <u>1,050,507</u> | <u>508,073</u> | <u>649,804</u> |
| Loans | | | | |
| Personal | 3 AND 4 | 4,099,860 | 3,907,320 | 3,776,622 |
| Residential mortgages | | 5,632,871 | 5,806,853 | 5,692,090 |
| Commercial mortgages | | 598,505 | 595,946 | 570,532 |
| Commercial and other | | 1,530,424 | 1,539,893 | 1,576,180 |
| | | <u>11,861,660</u> | <u>11,850,012</u> | <u>11,615,424</u> |
| Allowance for loan losses | | <u>(127,913)</u> | <u>(129,806)</u> | <u>(118,541)</u> |
| | | <u>11,733,747</u> | <u>11,720,206</u> | <u>11,496,883</u> |
| Other | | | | |
| Customers' liability under acceptances | | 111,778 | 145,629 | 117,557 |
| Property, plant and equipment | | 98,414 | 93,793 | 90,239 |
| Derivative financial instruments | | 148,080 | 143,453 | 172,531 |
| Future tax assets | 9 | 114,069 | 106,932 | 109,791 |
| Goodwill | | 53,790 | 53,790 | 53,790 |
| Other intangible assets | | 15,942 | 16,547 | 17,161 |
| Other assets | | 378,865 | 460,627 | 429,893 |
| | | <u>920,938</u> | <u>1,020,771</u> | <u>990,962</u> |
| | | <u>\$ 17,307,122</u> | <u>\$ 16,506,984</u> | <u>\$ 16,671,043</u> |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | | | |
| Deposits | | | | |
| Personal | | \$ 10,891,554 | \$ 10,575,416 | \$ 10,679,458 |
| Business, banks and other | | 2,216,302 | 3,121,522 | 2,473,473 |
| | | <u>13,107,856</u> | <u>13,696,938</u> | <u>13,152,931</u> |
| Other | | | | |
| Obligations related to assets sold short | | 1,267,123 | 726,063 | 987,138 |
| Obligations related to assets sold under repurchase agreements | | 753,129 | 60,065 | 478,744 |
| Acceptances | | 111,778 | 145,629 | 117,557 |
| Derivative financial instruments | | 141,652 | 105,326 | 146,615 |
| Other liabilities | | 688,828 | 709,723 | 693,061 |
| | | <u>2,962,510</u> | <u>1,746,806</u> | <u>2,423,115</u> |
| Subordinated debentures | | | | |
| | 5 | <u>300,000</u> | <u>150,000</u> | <u>200,000</u> |
| Shareholders' equity | | | | |
| Preferred shares | | 210,000 | 210,000 | 210,000 |
| Common shares | 6 | 250,948 | 249,633 | 248,593 |
| Contributed surplus | | 295 | 73 | - |
| Retained earnings | | 476,103 | 454,124 | 436,404 |
| Treasury shares | 6 | (590) | (590) | - |
| | | <u>936,756</u> | <u>913,240</u> | <u>894,997</u> |
| | | <u>\$ 17,307,122</u> | <u>\$ 16,506,984</u> | <u>\$ 16,671,043</u> |

The accompanying notes are an integral part of the interim consolidated financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

| IN THOUSANDS OF DOLLARS (UNAUDITED) | NOTES | FOR THE SIX-MONTH PERIODS ENDED | |
|---|-------|---------------------------------|-------------------|
| | | APRIL 30 2006 | APRIL 30 2005 |
| Preferred shares | | | |
| Balance at beginning and end of period | | \$ 210,000 | \$ 210,000 |
| Common shares | | | |
| Balance at beginning of period | 6 | 249,633 | 248,593 |
| Issued during the period | | 1,315 | - |
| Balance at end of period | | 250,948 | 248,593 |
| Contributed surplus | | | |
| Balance at beginning of period | | 73 | - |
| Stock-based compensation | | 222 | - |
| Balance at end of period | | 295 | - |
| Retained earnings | | | |
| Balance at beginning of period | | 454,124 | 428,159 |
| Net income | | 41,618 | 27,916 |
| Dividends | | | |
| Preferred shares, including applicable income taxes | | (5,969) | (6,034) |
| Common shares | | (13,670) | (13,637) |
| Balance at end of period | | 476,103 | 436,404 |
| Treasury shares | | | |
| Balance at beginning and end of period | | (590) | - |
| Shareholders' equity | | \$ 936,756 | \$ 894,997 |

The accompanying notes are an integral part of the interim consolidated financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS

| IN THOUSANDS OF DOLLARS (UNAUDITED) | NOTES | FOR THE THREE-MONTH PERIODS ENDED | | | FOR THE SIX-MONTH PERIODS ENDED | |
|---|-------|-----------------------------------|--------------------|------------------|---------------------------------|------------------|
| | | APRIL 30 2006 | JANUARY 31 2006 | APRIL 30 2005 | APRIL 30 2006 | APRIL 30 2005 |
| Cash flows relating to operating activities | | | | | | |
| Net income | | \$ 24,635 | \$ 16,983 | \$ 10,649 | \$ 41,618 | \$ 27,916 |
| Adjustments to determine net cash flows relating to operating activities: | | | | | | |
| Provision for credit losses | | 10,000 | 10,000 | 8,750 | 20,000 | 18,500 |
| Gains on securitization operation | 4 | (2,664) | (2,246) | - | (4,910) | (2,447) |
| Net loss (gain) on disposal of property, plant and equipment | | 28 | (2) | 6 | 26 | 11 |
| Net gain from discontinued operations | 2 | (46) | (487) | 456 | (533) | (4,921) |
| Gain on disposal | 2 | - | (931) | - | (931) | - |
| Net loss (gain) on sale of securities held for investment | | (1,470) | 3,116 | (1,485) | 1,646 | (2,072) |
| Future income taxes | | (7,311) | (303) | 1,144 | (7,614) | 3,218 |
| Depreciation and amortization | | 6,654 | 6,807 | 7,767 | 13,461 | 15,674 |
| Net change in trading securities | | (280,162) | (295,294) | 70,022 | (575,456) | (174,501) |
| Change in accrued interest receivable | | (4,283) | 11,154 | (10,721) | 6,871 | (12,795) |
| Change in assets relating to derivative financial instruments | | (9,253) | 4,626 | 15,563 | (4,627) | 29,186 |
| Change in accrued interest payable | | 470 | 6,512 | (47,780) | 6,982 | (50,421) |
| Change in liabilities relating to derivative financial instruments | | | | (14,636) | 36,326 | (42,874) |
| Other, net | | 23,261 | 13,065 | 56,157 | 83,431 | (52,624) |
| | | <u>(216,330)</u> | <u>(167,380)</u> | <u>95,892</u> | <u>(383,710)</u> | <u>(248,150)</u> |
| Cash flows relating to financing activities | | | | | | |
| Net change in deposits | | (192,609) | (396,473) | 239,274 | (589,082) | 241,891 |
| Change in obligations related to assets sold short | | 313,243 | 227,817 | 171,852 | 541,060 | (508,436) |
| Change in obligations related to assets sold under repurchase agreements | | 480,057 | 213,007 | 472,319 | 693,064 | 462,837 |
| Issuance of subordinated debentures | 5 | - | 150,000 | - | 150,000 | - |
| Redemption of subordinated debentures | | - | - | - | - | (50,525) |
| Issuance of common shares, net of issue costs | | 425 | 890 | - | 1,315 | - |
| Dividends, including applicable income taxes | | (9,822) | (9,817) | (9,817) | (19,639) | (19,671) |
| | | <u>591,294</u> | <u>185,424</u> | <u>873,628</u> | <u>776,718</u> | <u>126,096</u> |
| Cash flows relating to investing activities | | | | | | |
| Net cash flows from the sale of discontinued operations | 2 | - | - | - | - | 40,630 |
| Net cash flows from the sale of a subsidiary | 2 | - | (140) | - | (140) | - |
| Net change in interest-bearing deposits with other banks | | 22,610 | (107,166) | 192,499 | (84,556) | 85,369 |
| Change in investment securities | | | | | | |
| Acquisitions | | (3,371,757) | (4,645,445) | (6,091,880) | (8,017,202) | (13,433,721) |
| Proceeds from sales and maturity | | 3,437,335 | 4,888,674 | 5,512,834 | 8,326,009 | 13,309,210 |
| Change in loans | | (386,887) | (197,013) | (290,995) | (583,900) | (422,223) |
| Change in assets purchased under reverse repurchase agreements | | (375,934) | (166,500) | (296,044) | (542,434) | 484,116 |
| Proceeds from mortgage loan securitizations | 4 | 297,614 | 223,195 | - | 520,809 | 61,559 |
| Additions to property, plant and equipment | | (9,114) | (8,448) | (7,527) | (17,562) | (11,000) |
| Proceeds from disposal of property, plant and equipment | | 5 | 400 | 61 | 405 | 61 |
| | | <u>(386,128)</u> | <u>(12,443)</u> | <u>(981,052)</u> | <u>(398,571)</u> | <u>114,001</u> |
| Net change in cash and non-interest-bearing deposits with other banks during the period | | (11,164) | 5,601 | (11,532) | (5,563) | (8,053) |
| Cash and non-interest-bearing deposits with other banks at beginning of period | | 63,338 | 57,737 | 51,160 | 57,737 | 47,681 |
| Cash and non-interest-bearing deposits with other banks at end of period | | \$ 52,174 | \$ 63,338 | \$ 39,628 | \$ 52,174 | \$ 39,628 |
| Supplemental disclosure relating to cash flows: | | | | | | |
| Interest paid during the period | | \$ 116,890 | \$ 104,787 | \$ 146,894 | \$ 221,677 | \$ 273,010 |
| Income taxes paid during the period | | \$ 5,428 | \$ 7,903 | \$ 7,846 | \$ 13,331 | \$ 27,111 |

The accompanying notes are an integral part of the interim consolidated financial statements.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(UNAUDITED)

1. ACCOUNTING POLICIES

The unaudited interim consolidated financial statements of Laurentian Bank have been prepared by management, which is responsible for the integrity and fairness of the financial information presented. These interim consolidated financial statements have been prepared in accordance with the *Bank Act*, which states that, except as otherwise specified by the Superintendent of Financial Institutions of Canada, the interim consolidated financial statements are to be prepared in accordance with Canadian generally accepted accounting principles (GAAP) for interim financial statements. The significant accounting policies used in the preparation of these interim consolidated financial statements, including the accounting requirements of the Superintendent, are the same as those in the Bank's annual consolidated audited financial statements as at October 31, 2005. These accounting policies conform to GAAP. However, these interim consolidated financial statements do not reflect all of the information and disclosures required by GAAP for complete financial statements. Accordingly, these interim consolidated financial statements should be read in conjunction with the annual consolidated audited financial statements as at October 31, 2005. These interim consolidated financial statements reflect amounts, which are based on the best estimates and judgement of management. Actual results may differ from these estimates. Certain comparative figures have been reclassified to conform to the current period presentation.

Future changes to accounting policies

Financial instruments

On April 1, 2005, the CICA issued three accounting standards *Financial Instruments – Recognition and Measurement*, *Hedges* and *Comprehensive Income*. These new standards will be effective for the Bank on November 1, 2006. The impact of implementing these standards on the Bank's financial statements cannot yet be determined as it is dependent on the Bank's investment and hedging strategies, as well as on market volatility at the time of application of these standards.

Financial Instruments – Recognition and Measurement

All financial assets and liabilities will be carried at fair value in the consolidated balance sheet, except loans and receivables, held-to-maturity investments and non-trading financial liabilities, which will be carried at amortized cost. Realized and unrealized gains and losses on trading financial assets and liabilities will be recognized immediately in the consolidated statement of income. Unrealized gains and losses on financial assets that are available for sale will be recognized in other comprehensive income until their realization, after which these amounts will be recognized in the consolidated statement of income. All derivative financial instruments will be carried at fair value in the consolidated balance sheet.

Hedges

In a fair value hedge, hedging derivatives are carried at fair value, with changes in fair value recognized in the consolidated statement of income. The changes in the fair value of the hedged items attributable to the hedged risk will also be recorded in consolidated income by way of a corresponding adjustment of the carrying amount of the hedged items recognized in the consolidated balance sheet. In a cash flow hedge, the changes in fair value of derivative financial instruments will be recorded in other comprehensive income. These amounts will be reclassified in the consolidated statement of income in the periods in which results are affected by the cash flows of the hedged items. Similarly, any hedge ineffectiveness will be recorded in the consolidated statement of income.

Comprehensive Income

Other comprehensive income will be included in the consolidated balance sheet as a separate component of shareholders' equity.

2. DISPOSALS

2006

Sale of the subsidiary Brome Financial Corporation Inc.

On December 31, 2005, the Bank completed the sale of its 51% participation in Brome Financial Corporation Inc. The net sale price, paid in cash, amounted to \$3,853,000, for a gain of \$931,000 (\$931,000 net of taxes). At the date of sale, total assets sold amounted to \$32,170,000, including cash for an amount of \$3,993,000. These operations were presented in the Commercial Financial Services segment. The gain resulting from the sale was entirely attributed to this segment.

Contribution to net income was not significant and total revenue was as follows:

| IN THOUSANDS OF DOLLARS | FOR THE THREE-MONTH PERIODS ENDED | | | FOR THE SIX-MONTH PERIODS ENDED | | FOR THE |
|-------------------------|-----------------------------------|--------------------|------------------|---------------------------------|------------------|----------------------------------|
| | APRIL 30 2006 | JANUARY 31 2006 | APRIL 30 2005 | APRIL 30 2006 | APRIL 30 2005 | YEAR ENDED OCTOBER 31 2005 |
| Total revenue | \$ - | \$ 1,279 | \$ 1,935 | \$ 1,279 | \$ 3,785 | \$ 7,800 |

2005

Sale of BLC-Edmond de Rothschild Asset Management Inc.

On December 31, 2004, the Bank recognized an initial \$5,377,000 gain in income from discontinued operations as a result of the sale of the BLC-Edmond de Rothschild Asset Management Inc. joint-venture (BLCER) to Industrial Alliance Insurance and Financial Services Inc. (Industrial Alliance). The sale price was subject to recovery clauses of an initial amount of \$25,917,000 (of which \$5,183,000 was recognized in the fourth quarter of 2005) based on net sales of mutual funds over the following six years ending on December 31, 2010 and of \$300,000 based on the balance of institutional funds under management on December 31, 2005.

During the first quarter ended January 31, 2006, the Bank recognized an additional gain of \$187,000 (\$124,000 net of income taxes) in relation with the recovery clause related to institutional funds under management. Gains related to net sales of mutual funds will be recognized in income once the conditions are met.

Also, in relation with the sale of BLCER, it was agreed that investments in seed capital owned by the Bank at the time of the transaction would be disposed of. Since then, the realized and unrealized net gains and losses related to these investments were recognized under income from discontinued operations. During the first quarter ended January 31, 2006, the Bank completed the sale of these investments and recorded revenues of \$300,000 (\$200,000 net of income taxes) to reflect the realized net gains.

These gains were entirely attributed to the Other segment.

Income per common share from discontinued operations

| IN DOLLARS | FOR THE THREE-MONTH PERIODS ENDED | | | FOR THE SIX-MONTH PERIODS ENDED | |
|------------|-----------------------------------|--------------------|------------------|---------------------------------|------------------|
| | APRIL 30 2006 | JANUARY 31 2006 | APRIL 30 2005 | APRIL 30 2006 | APRIL 30 2005 |
| Basic | \$ - | \$ 0.01 | \$ (0.01) | \$ 0.01 | \$ 0.21 |
| Diluted | \$ - | \$ 0.01 | \$ (0.01) | \$ 0.02 | \$ 0.21 |

3. LOANS

A. LOANS AND IMPAIRED LOANS

| IN THOUSANDS OF DOLLARS | AS AT APRIL 30, 2006 | | | | |
|-------------------------------|--------------------------|--------------------------------------|------------------------|-----------------------|---------------------|
| | GROSS AMOUNT OF LOANS | GROSS AMOUNT OF IMPAIRED LOANS | SPECIFIC ALLOWANCES | GENERAL ALLOWANCES | TOTAL ALLOWANCES |
| Personal loans | \$ 4,099,860 | \$ 16,645 | \$ 5,762 | \$ 24,413 | \$ 30,175 |
| Residential mortgages | 5,632,871 | 10,322 | 3,703 | 4,627 | 8,330 |
| Commercial mortgages | 598,505 | 12,118 | 5,561 | 3,548 | 9,109 |
| Commercial loans and other | 1,530,424 | 84,423 | 47,637 | 28,712 | 76,349 |
| Unallocated general allowance | - | - | - | 3,950 | 3,950 |
| | \$ 11,861,660 | \$ 123,508 | \$ 62,663 | \$ 65,250 | \$ 127,913 |

AS AT OCTOBER 31, 2005

| IN THOUSANDS OF DOLLARS | GROSS AMOUNT OF LOANS | GROSS AMOUNT OF IMPAIRED LOANS | SPECIFIC ALLOWANCES | GENERAL ALLOWANCES | TOTAL ALLOWANCES |
|-------------------------------|-----------------------|--------------------------------|---------------------|--------------------|-------------------|
| Personal loans | \$ 3,907,320 | \$ 16,919 | \$ 7,267 | \$ 24,828 | \$ 32,095 |
| Residential mortgages | 5,806,853 | 9,783 | 3,735 | 5,559 | 9,294 |
| Commercial mortgages | 595,946 | 12,173 | 5,904 | 4,648 | 10,552 |
| Commercial loans and other | 1,539,893 | 82,063 | 47,650 | 25,818 | 73,468 |
| Unallocated general allowance | - | - | - | 4,397 | 4,397 |
| | \$11,850,012 | \$ 120,938 | \$ 64,556 | \$ 65,250 | \$ 129,806 |

AS AT APRIL 30, 2005

| IN THOUSANDS OF DOLLARS | GROSS AMOUNT OF LOANS | GROSS AMOUNT OF IMPAIRED LOANS | SPECIFIC ALLOWANCES | GENERAL ALLOWANCES | TOTAL ALLOWANCES |
|-------------------------------|-----------------------|--------------------------------|---------------------|--------------------|-------------------|
| Personal loans | \$ 3,776,622 | \$ 13,152 | \$ 3,213 | \$ 25,271 | \$ 28,484 |
| Residential mortgages | 5,692,090 | 10,369 | 3,811 | 5,541 | 9,352 |
| Commercial mortgages | 570,532 | 15,716 | 5,935 | 3,467 | 9,402 |
| Commercial loans and other | 1,576,180 | 74,124 | 40,332 | 27,604 | 67,936 |
| Unallocated general allowance | - | - | - | 3,367 | 3,367 |
| | \$11,615,424 | \$ 113,361 | \$ 53,291 | \$ 65,250 | \$ 118,541 |

B_SPECIFIC ALLOWANCES FOR LOAN LOSSES

FOR THE SIX-MONTH PERIODS ENDED APRIL 30
2006 2005

| IN THOUSANDS OF DOLLARS | PERSONAL LOANS | RESIDENTIAL MORTGAGES | COMMERCIAL MORTGAGES | COMMERCIAL LOANS AND OTHER | TOTAL SPECIFIC ALLOWANCES | TOTAL SPECIFIC ALLOWANCES |
|--|-----------------|-----------------------|----------------------|----------------------------|---------------------------|---------------------------|
| Balance at beginning of period | \$ 7,267 | \$ 3,735 | \$ 5,904 | \$ 47,650 | \$ 64,556 | \$ 74,792 |
| Provision for credit losses recorded in the consolidated statement of income | 12,711 | 174 | 390 | 6,725 | 20,000 | 18,500 |
| Write-offs | (16,098) | (222) | (733) | (6,371) | (23,424) | (42,587) |
| Recoveries | 1,882 | 16 | - | 44 | 1,942 | 2,586 |
| Provision for credit losses resulting from the sale of a subsidiary (see note 2) | - | - | - | (411) | (411) | - |
| Balance at end of period | \$ 5,762 | \$ 3,703 | \$ 5,561 | \$ 47,637 | \$ 62,663 | \$ 53,291 |

3. LOANS (CONTINUED)

C_GENERAL ALLOWANCES FOR LOAN LOSSES

| IN THOUSANDS OF DOLLARS | FOR THE SIX-MONTH PERIODS ENDED APRIL 30 | | | | | | |
|-------------------------------------|--|--------------------------|-------------------------|----------------------------------|-------------------------------------|--------------------------------|--------------------------------|
| | 2006 | | 2005 | | | | |
| | PERSONAL LOANS | RESIDENTIAL MORTGAGES | COMMERCIAL MORTGAGES | COMMERCIAL LOANS AND OTHER | UNALLOCATED GENERAL ALLOWANCE | TOTAL GENERAL ALLOWANCES | TOTAL GENERAL ALLOWANCES |
| Balance at beginning of period | \$ 24,828 | \$ 5,559 | \$ 4,648 | \$ 25,818 | \$ 4,397 | \$ 65,250 | \$ 65,250 |
| Change during the period | (415) | (932) | (1,100) | 2,894 | (447) | - | - |
| Balance at end of period | \$ 24,413 | \$ 4,627 | \$ 3,548 | \$ 28,712 | \$ 3,950 | \$ 65,250 | \$ 65,250 |

4. LOAN SECURITIZATION

The Bank securitizes residential mortgage loans secured by the Canadian Mortgage and Housing Corporation, as well as conventional residential mortgages. The gain before income taxes, net of transaction related costs, is recognized in other income.

The following table summarizes the securitization transactions carried out by the Bank:

| IN THOUSANDS OF DOLLARS | FOR THE THREE-MONTH PERIODS ENDED | | | FOR THE SIX-MONTH PERIODS ENDED | |
|---|-----------------------------------|--------------------|------------------|---------------------------------|------------------|
| | APRIL 30 2006 | JANUARY 31 2006 | APRIL 30 2005 | APRIL 30 2006 | APRIL 30 2005 |
| Cash proceeds, net of transaction related costs | \$ 297,614 | \$ 223,195 | \$ - | \$ 520,809 | \$ 61,559 |
| Rights to future excess interest | 5,018 | 6,501 | - | 11,519 | 1,976 |
| Servicing liabilities | (1,964) | (1,704) | - | (3,668) | (435) |
| Cash reserve accounts | 9,215 | 1,738 | - | 10,953 | - |
| Other | (390) | (2,384) | - | (2,774) | 998 |
| | 309,493 | 227,346 | - | 536,839 | 64,098 |
| Residential loans securitized and sold | 306,829 | 225,100 | - | 531,929 | 61,651 |
| Gain before income taxes, net of transaction related costs | \$ 2,664 | \$ 2,246 | \$ - | \$ 4,910 | \$ 2,447 |

The key assumptions used to measure the fair value of retained interests at the securitization date for transactions carried out during the quarter:

| | APRIL 30 2006 |
|------------------------------------|------------------|
| Weighted average life (in months) | 34 |
| Rate of prepayment | 16.0% |
| Discount rate | 5.34% |
| Rate of credit losses ¹ | 0.05% |

¹ No loss is expected on insured residential mortgages.

5. SUBORDINATED DEBENTURES

On January 23, 2006, the Bank issued \$150,000,000 of subordinated debentures, Series 10, due in January 2016. Interest on this issue is payable semi-annually at a fixed rate of 4.90% until January 25, 2011, and at a floating rate equal to the rate on 90 days bankers' acceptances plus 1.65% (paid quarterly) thereafter to maturity.

6. CAPITAL STOCK

Issuance of common shares

During the quarter, 14,362 common shares (56,320 common shares during the six-month period ended April 30, 2006) were issued under the employee share purchase option plan for the management of the Bank for a cash consideration of \$425,000 (\$1,315,000 during the six-month period ended April 30, 2006).

| ISSUED AND OUTSTANDING //////////////////////////////////// | AS AT APRIL 30, 2006 | | AS AT OCTOBER 31, 2005 | |
|--|----------------------|------------|------------------------|------------|
| | NUMBER OF SHARES | AMOUNT | NUMBER OF SHARES | AMOUNT |
| IN THOUSANDS OF DOLLARS, EXCEPT NUMBER OF SHARES | | | | |
| Class A Preferred Shares ¹ | | | | |
| Series 9 | 4,000,000 | \$ 100,000 | 4,000,000 | \$ 100,000 |
| Series 10 | 4,400,000 | 110,000 | 4,400,000 | 110,000 |
| Total preferred shares | 8,400,000 | 210,000 | 8,400,000 | 210,000 |
| Common shares | 23,612,865 | 250,948 | 23,556,545 | 249,633 |
| Treasury shares | (20,000) | \$ (590) | (20,000) | \$ (590) |

1 The preferred shares are convertible into common shares. However, the number of shares issuable on conversion is not determinable until the date of conversion.

| //////////////////////////////////// | AS AT APRIL 30, 2006 | AS AT OCTOBER 31, 2005 |
|--------------------------------------|----------------------|------------------------|
| | NUMBER | NUMBER |
| Share purchase options | | |
| Outstanding at end of period | 372,175 | 429,037 |
| Exercisable at end of period | 347,175 | 404,037 |

7. STOCK-BASED COMPENSATION

Restricted Share Unit Program

During the first quarter of 2006, the Bank established a new stock-based compensation program, the Restricted Share Unit Program. The Program provides that 50% of the annual bonus otherwise payable to the eligible employee, under the Bank's short term incentive compensation program, could be held back and converted in entirety vested restricted share units at the employees' option. The Bank undertakes to contribute additional restricted share units for an amount equal to 60% of the held back bonus. These units will vest at the end of the three-year period after they have been granted. These share units are entitled to an amount equivalent to the dividend paid on the Bank's common shares, which is also converted into additional share units. The expense related to these units is recognized similarly as for stock appreciation rights, over the rights' vesting period.

On January 19, 2006, annual bonuses of \$854,000 were converted into 24,382 entirely vested restricted share units. On the same date, the Bank granted 14,629 additional restricted share units which will vest in December 2008.

8. EMPLOYEE FUTURE BENEFITS

| IN THOUSANDS OF DOLLARS //////////////////////////////////// | FOR THE THREE-MONTH PERIODS ENDED | | | FOR THE SIX-MONTH PERIODS ENDED | |
|---|-----------------------------------|--------------------|------------------|---------------------------------|------------------|
| | APRIL 30 2006 | JANUARY 31 2006 | APRIL 30 2005 | APRIL 30 2006 | APRIL 30 2005 |
| Defined benefit pension plans expense | \$ 4,542 | \$ 4,693 | \$ 3,079 | \$ 9,235 | \$ 6,855 |
| Defined contribution pension plan expense | 645 | 578 | 546 | 1,223 | 1,072 |
| Other plans expense | 610 | 630 | 610 | 1,240 | 1,239 |
| Total | \$ 5,797 | \$ 5,901 | \$ 4,235 | \$ 11,698 | \$ 9,166 |

9. INCOME TAXES

For the quarter ended April 30, 2006, the Bank recorded a \$3,610,000 income tax recovery, including the effect of the following items: an \$11,327,000 recovery related to the resolution of various income tax exposures, the recognition of \$2,730,000 of previously unrecognized temporary differences related to the minimum tax on financial institutions and a \$3,385,000 charge on the decision to repatriate capital from foreign credit insurance operations. Excluding the net favorable effect of these adjustments, the income tax expense for the quarter would have stood at \$7,063,000, reflecting a 33.6% effective tax rate.

For the six-month period ended April 30, 2006, the income tax expense was \$707,000 (1.7% effective tax rate). The lower tax rate in 2006 results from the income tax recovery discussed above during the second quarter, as well as the favorable adjustment to future tax assets of \$2,398,000, resulting from the increase in Quebec income tax rates and the lower taxes on the gain on sale of Brome Financial Corporation during the first quarter.

10. WEIGHTED AVERAGE NUMBER OF OUTSTANDING COMMON SHARES

| | APRIL 30 2006 | FOR THE THREE-MONTH PERIODS ENDED JANUARY 31 2006 | APRIL 30 2005 | FOR THE SIX-MONTH PERIODS ENDED APRIL 30 2006 | APRIL 30 2005 |
|--|------------------|---|------------------|---|------------------|
| Average number of outstanding common shares | 23,612 | 23,580 | 23,511 | 23,596 | 23,511 |
| Dilutive share options and other | 61 | 60 | 23 | 60 | 22 |
| Weighted average diluted number of outstanding common shares | 23,673 | 23,640 | 23,534 | 23,656 | 23,533 |
| Average share purchase options that were not taken into account in the calculation of diluted net income per common share ¹ | - | - | 360,276 | - | 361,563 |

¹ These average share purchase options were not taken into account in the calculation of diluted net income per common share since the average exercise price of these options exceeded the average market price of the Bank's share during these periods.

11. SUBSEQUENT EVENT

On June 1, 2006, the Bank completed the early redemption of all of its 6.50% Debentures, Series 9, maturing in 2011, with an aggregate principal amount of \$150,000,000, plus accrued and unpaid interest to the date of redemption.

12. CONTINGENCIES

On May 2, 2006, the Conservative government delivered its first Budget Speech. As the Conservative Party forms a minority government, proposed amendments to the Income Tax Act will not be considered to be substantively enacted until the proposals have passed third reading in the House of Commons. As a result, the Bank has not reflected in its consolidated financial statements the effect of the proposed reduction in income tax rates and proposed increase in the threshold at which the federal minimum tax on financial institutions begins to apply. Based on the Bank's analysis, the proposed changes would imply a revaluation of the future tax assets, which would lead to an estimated \$11,000,000 charge to future income tax expense in the period in which the changes would be substantively enacted.

13. SEGMENTED INFORMATION

| FOR THE THREE-MONTH PERIOD ENDED APRIL 30, 2006 | | | | | | |
|--|--------------------|------------------|--------------------|------------------|--------------------|------------------|
| IN THOUSANDS OF DOLLARS | RFS ^{2,3} | CFS ³ | B2B ^{2,3} | LBS ³ | OTHER ⁴ | TOTAL |
| Net interest income | \$ 62,175 | \$ 14,287 | \$ 17,932 | \$ 279 | \$ (8,989) | \$ 85,684 |
| Other income | 23,392 | 4,933 | 3,372 | 5,909 | 5,226 | 42,832 |
| Total revenue | 85,567 | 19,220 | 21,304 | 6,188 | (3,763) | 128,516 |
| Provision for credit losses | 4,691 | 3,864 | 1,445 | - | - | 10,000 |
| Non-interest expenses | 70,237 | 8,443 | 11,159 | 4,564 | 3,118 | 97,521 |
| Income (loss) from continuing operations before income taxes | 10,639 | 6,913 | 8,700 | 1,624 | (6,881) | 20,995 |
| Income taxes (recovery) | 3,540 | 2,316 | 2,953 | 507 | (12,926) | (3,610) |
| Income from continuing operations | 7,099 | 4,597 | 5,747 | 1,117 | 6,045 | 24,605 |
| Income from discontinued operations, net of income taxes | - | - | - | - | 30 | 30 |
| Net income | \$ 7,099 | \$ 4,597 | \$ 5,747 | \$ 1,117 | \$ 6,075 | \$ 24,635 |
| Average assets ¹ | \$ 8,109,524 | \$ 2,223,534 | \$ 2,700,361 | \$ 1,505,251 | \$ 2,136,266 | \$ 16,674,936 |

| FOR THE THREE-MONTH PERIOD ENDED JANUARY 31, 2006 | | | | | | |
|--|--------------------|--------------------|--------------------|------------------|-------------------|------------------|
| IN THOUSANDS OF DOLLARS | RFS ^{2,3} | CFS ^{3,5} | B2B ^{2,3} | LBS ³ | OTHER | TOTAL |
| Net interest income | \$ 64,615 | \$ 15,058 | \$ 17,639 | \$ 304 | \$ (9,667) | \$ 87,949 |
| Other income | 22,749 | 6,803 | 3,247 | 5,043 | 5,715 | 43,557 |
| Total revenue | 87,364 | 21,861 | 20,886 | 5,347 | (3,952) | 131,506 |
| Provision for credit losses | 5,612 | 2,811 | 1,577 | - | - | 10,000 |
| Non-interest expenses | 72,012 | 10,572 | 11,029 | 4,319 | 2,598 | 100,530 |
| Income (loss) from continuing operations before income taxes | 9,740 | 8,478 | 8,280 | 1,028 | (6,550) | 20,976 |
| Income taxes (recovery) | 3,259 | 2,838 | 2,809 | 346 | (4,935) | 4,317 |
| Income (loss) from continuing operations | 6,481 | 5,640 | 5,471 | 682 | (1,615) | 16,659 |
| Income from discontinued operations, net of income taxes | - | - | - | - | 324 | 324 |
| Net income | \$ 6,481 | \$ 5,640 | \$ 5,471 | \$ 682 | \$ (1,291) | \$ 16,983 |
| Average assets ¹ | \$ 8,023,556 | \$ 2,254,469 | \$ 2,584,642 | \$ 1,457,802 | \$ 2,258,084 | \$ 16,578,553 |

13. SEGMENTED INFORMATION (CONTINUED)

FOR THE THREE-MONTH PERIOD ENDED
APRIL 30, 2005

| IN THOUSANDS OF DOLLARS | RFS ^{2,3} | CFS ³ | B2B ^{2,3} | LBS ³ | OTHER | TOTAL |
|--|--------------------|------------------|--------------------|------------------|-------------------|------------------|
| Net interest income | \$ 60,207 | \$ 13,609 | \$ 15,434 | \$ 329 | \$ (10,491) | \$ 79,088 |
| Other income | 21,865 | 7,230 | 3,467 | 4,957 | 1,372 | 38,891 |
| Total revenue | 82,072 | 20,839 | 18,901 | 5,286 | (9,119) | 117,979 |
| Provision for credit losses | 6,127 | 894 | 1,729 | - | - | 8,750 |
| Non-interest expenses | 66,785 | 9,204 | 11,093 | 4,160 | 1,517 | 92,759 |
| Income (loss) from continuing operations before income taxes | 9,160 | 10,741 | 6,079 | 1,126 | (10,636) | 16,470 |
| Income taxes (recovery) | 3,187 | 3,803 | 2,074 | 367 | (3,913) | 5,518 |
| Income (loss) from continuing operations | \$ 5,973 | \$ 6,938 | \$ 4,005 | \$ 759 | \$ (6,723) | \$ 10,952 |
| Loss from discontinued operations, net of income taxes | - | - | - | - | (303) | (303) |
| Net income | \$ 5,973 | \$ 6,938 | \$ 4,005 | \$ 759 | \$ (7,026) | \$ 10,649 |
| Average assets ¹ | \$ 7,566,074 | \$ 2,225,877 | \$ 2,439,408 | \$ 1,354,821 | \$ 2,475,489 | \$ 16,061,669 |

FOR THE SIX-MONTH PERIOD ENDED
APRIL 30, 2006

| IN THOUSANDS OF DOLLARS | RFS ^{2,3} | CFS ^{3,5} | B2B ^{2,3} | LBS ³ | OTHER ⁴ | TOTAL |
|--|--------------------|--------------------|--------------------|------------------|--------------------|------------------|
| Net interest income | \$ 126,790 | \$ 29,345 | \$ 35,571 | \$ 583 | \$ (18,656) | \$ 173,633 |
| Other income | 46,141 | 11,736 | 6,619 | 10,952 | 10,941 | 86,389 |
| Total revenue | 172,931 | 41,081 | 42,190 | 11,535 | (7,715) | 260,022 |
| Provision for credit losses | 10,303 | 6,675 | 3,022 | - | - | 20,000 |
| Non-interest expenses | 142,249 | 19,015 | 22,188 | 8,883 | 5,716 | 198,051 |
| Income (loss) from continuing operations before income taxes | 20,379 | 15,391 | 16,980 | 2,652 | (13,431) | 41,971 |
| Income taxes (recovery) | 6,799 | 5,154 | 5,762 | 853 | (17,861) | 707 |
| Income from continuing operations | 13,580 | 10,237 | 11,218 | 1,799 | 4,430 | 41,264 |
| Income from discontinued operations, net of income taxes | - | - | - | - | 354 | 354 |
| Net income | \$ 13,580 | \$ 10,237 | \$ 11,218 | \$ 1,799 | \$ 4,784 | \$ 41,618 |
| Average assets ¹ | \$ 8,065,827 | \$ 2,239,258 | \$ 2,641,543 | \$ 1,481,133 | \$ 2,198,185 | \$ 16,625,946 |

FOR THE SIX-MONTH PERIOD ENDED
APRIL 30, 2005

| IN THOUSANDS OF DOLLARS | RFS ^{2,3} | CFS ³ | B2B ^{2,3} | LBS ^{3,6} | OTHER | TOTAL |
|--|--------------------|------------------|--------------------|--------------------|-------------------|------------------|
| Net interest income | \$ 123,534 | \$ 27,823 | \$ 30,898 | \$ 699 | \$ (28,155) | \$ 154,799 |
| Other income | 42,279 | 14,450 | 7,031 | 10,945 | 7,635 | 82,340 |
| Total revenue | 165,813 | 42,273 | 37,929 | 11,644 | (20,520) | 237,139 |
| Provision for credit losses | 10,688 | 5,004 | 2,808 | – | – | 18,500 |
| Non-interest expenses | 133,477 | 18,807 | 21,632 | 9,195 | 1,336 | 184,447 |
| Income (loss) from continuing operations before income taxes | 21,648 | 18,462 | 13,489 | 2,449 | (21,856) | 34,192 |
| Income taxes (recovery) | 7,552 | 6,525 | 4,602 | 816 | (8,309) | 11,186 |
| Income (loss) from continuing operations | 14,096 | 11,937 | 8,887 | 1,633 | (13,547) | 23,006 |
| Income from discontinued operations, net of income taxes | – | – | – | – | 4,910 | 4,910 |
| Net income | \$ 14,096 | \$ 11,937 | \$ 8,887 | \$ 1,633 | \$ (8,637) | \$ 27,916 |

Average assets¹ \$ 7,519,168 \$ 2,217,815 \$ 2,400,564 \$ 1,439,349 \$ 2,648,093 \$16,224,989

- RFS – The Retail Financial Services segment covers the full range of savings, investment, financing and transactional products and services offered through its direct distribution network, which includes branches, the electronic network and the call centre, as well as Point-of-Sale financing across Canada. This business segment also offers Visa credit card services and insurance products as well as trust services.
- CFS – The Commercial Financial Services segment handles commercial loans and larger financings as part of banking syndicates, as well as commercial mortgage financing, leasing, factoring and other services.
- B2B – The B2B Trust business segment supplies generic and complementary banking and financial products to independent financial advisors and non-bank financial institutions across Canada. This business segment also consists of deposit brokerage operations.
- LBS – LBS segment consists of the activities of the subsidiary Laurentian Bank Securities Inc. and up to December 31, 2004, the activities of BLC-Edmond de Rothschild Asset Management Inc.
- Other – The category "Other" includes treasury and securitization activities and other activities of the Bank including revenues and expenses that are not attributable to the above-mentioned segments.
- 1 Assets are disclosed on an average basis as this measure is most relevant to a financial institution.
- 2 Since November 1, 2005 results from all deposit brokerage operations are now included with the B2B Trust business segment while certain activities were previously included with the RFS business segment. Comparative figures were restated to reflect the current period presentation.
- 3 In 2006, the Bank reviewed its internal transfer pricing assumptions and modified net interest margin allocation between segments. Comparative figures were restated to reflect the current presentation.
- 4 See note 9.
- 5 Results for the first quarter of 2006 include a \$0.05 million contribution to net income from Brome Financial Corporation Inc. for the two months prior to the sale of the subsidiary and the \$0.93 million gain from this sale (note 2).
- 6 Results for the first quarter of 2005 include a \$0.03 million contribution to net income from BLC-Edmond de Rothschild Asset Management Inc. for the two months prior to the sale of the joint-venture.

SHAREHOLDER INFORMATION

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ext. 5996
Fax: (514) 284-3396

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Automated Banking
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Montreal region:
(514) 252-1846
Toll-free: 1-800-252-1846
Website:
www.laurentianbank.ca
Telex: 145069

Transfer Agent and Registrar

Computershare Investor
Services
1500 University Street
7th Floor
Montreal, Quebec H3A 3S8
Phone: 1-800-564-6253
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United States)
or 514-982-7555
(international direct dial).

Investors and analysts

Investors and analysts may
contact the Investor Relations
Department at Head Office
by calling (514) 284-4500
ext. 7511.

Media

Journalists may contact
the Public Affairs and
Communications Department
at Head Office by calling
(514) 284-4500 ext. 7511.

Ombudsman's office

Laurentian Bank of Canada
Tour Banque Laurentienne
1981 McGill College Avenue
14th Floor
Montreal, Quebec H3A 3K3
(514) 284-7192
1-800-473-4782

Change of address and inquiries

Shareholders should notify the
Transfer Agent of a change
of address. Inquiries or
requests may be directed to
the Secretary's Office at
Head Office or by calling
(514) 284-4500 ext. 7545.

STOCK SYMBOL AND DIVIDEND PAYMENT

THE COMMON AND PREFERRED SHARES INDICATED BELOW
ARE LISTED ON THE TORONTO STOCK EXCHANGE.

STOCK SYMBOL
CODE CUSIP

DIVIDEND
RECORD DATE*

DIVIDEND
PAYMENT DATE*

| | STOCK SYMBOL CODE CUSIP | DIVIDEND RECORD DATE* | DIVIDEND PAYMENT DATE* |
|------------------|----------------------------|---|---|
| Common shares | 51925D 10 6 LB | First business day of: January April July October | First business day of: February May August November |
| Preferred shares | | | |
| Series 9 | 51925D 87 4 LB.PR.D | ** | March 15 |
| Series 10 | 51925D 86 6 LB.PR.E | ** | June 15 September 15 December 15 |

* Subject to the approval of the Board of Directors.

** On such day (which shall not be more than 30 days preceding the date fixed for payment of such dividend) as may be determined from time to time by the Board of Directors of the Bank.

