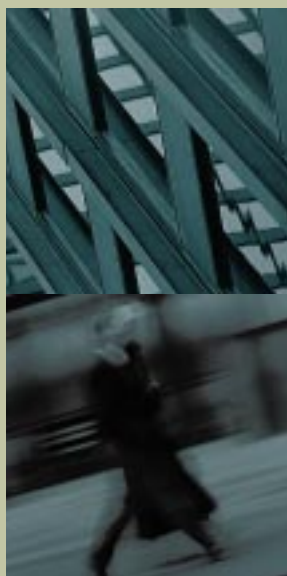


- 2 Letter to shareholders
- 6 Key performance measures and goals
- 7 TD in the community
- 8 Management discussion and analysis of operating performance

8 REVIEW OF TD BANK FINANCIAL GROUP

- group revenues and net income reach record levels
- return on equity excluding special gains reaches 16.7%



9 PERSONAL AND COMMERCIAL BANKING

- growth in revenues, net income, market share
- Web Banking up 300% to 240,000 customers
- roll-out of cross-border banking services through TD Waterhouse Bank, N.A. in U.S.

12 WEALTH MANAGEMENT SERVICES

- strong growth in revenues, net income, return on equity
- successful IPO and expansion of TD Waterhouse Group, Inc.
- gains in mutual fund market share



14 TD SECURITIES

- record revenues, return on equity reaches 19.3%
- integration of investment banking and corporate lending completed
- TD Securities named best Canadian securities dealer for the second year by *Euromoney Magazine*

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