

Canadian Banks VS US Banks

October 2008



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Help To Answer The Questions...

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Canada rated world's soundest bank system: survey

The Oct 9, 2008 2:41pm EDT
By Brian Taylor
Reuters
<http://www.reuters.com/article/PointArticleIdUSTRM49811XCO20081009>

CANBERRA (Reuters) - Canada has the strongest banking system in the world, followed by Sweden, Luxembourg and Australia, a survey by the World Economic Forum (WEF) said on Friday, as bank failures shake world markets.

But Britain, which once ranked in the top five, has fallen to 10th place, while the U.S. and Peru, after a \$20 billion peso (188.5 billion) pledge this week by the government to bail out its banking system, are at 13th and 14th.

The United States, where some of Wall Street's biggest financial names have collapsed in recent weeks, ranked only 40, just below Georgia, Costa Rica, Chile and Mexico, as well as Barbados, Estonia and even Namibia, in southern Africa.

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Canada's banks received the highest grade of soundness in the latest Global Competitiveness Report, based on findings on

UK banks collectively scored 4.0, scarcely behind the United States, Germany and Sweden at 5.1. France, in 19th place, scored 4.3. The United States' banking system, which had been ranked 10th in 2007, had the same score in 10th place.

The ranking index was released as central banks in Europe, the United States, China, Canada, Sweden and Switzerland started another round of bailouts to help stabilize the markets and restore trust in the shadow banking system.

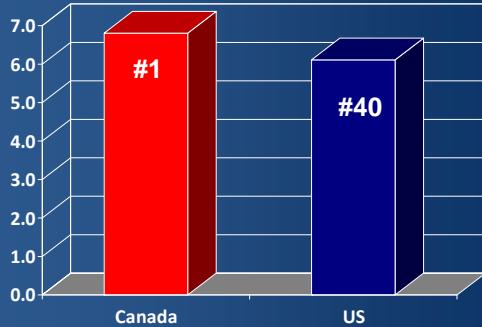
The Netherlands, Belgium (6.6), New Zealand (6.5), Malta (6.4) and Ireland were the WEF's banking top 10 with Ireland, whose government agreed to pledge up to 100 billion euros to guarantee personal and corporate deposits at no major banks.

Also scoring well were Chile (4.5, 13th) and Spain (4.4, 12th), while Hong Kong finished all rising up at the top 20.

At the bottom of the list was Algeria in 134th place, with its banks scoring 3.8 to be just below the Central African Republic (3.9), Congo Republic (4.1) and both Argentina and East Timor (4.2).

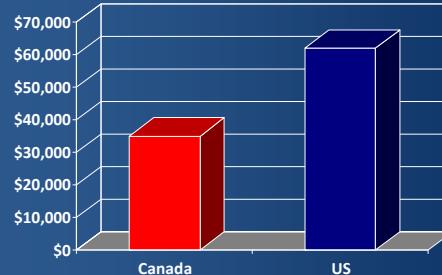
Rank	Country
1	Canada
2	Sweden
3	Luxembourg
4	Australia
5	United States
6	United Kingdom
7	Germany
8	France
9	Switzerland
10	Malta
11	New Zealand
12	Belgium
13	Netherlands
14	Portugal
15	Maldives
16	Costa Rica
17	Chile
18	Spain
19	Ireland
20	Hong Kong
21	Malta
22	Algeria
23	Central African Republic
24	Congo Republic
25	Argentina
26	East Timor

Bank System Health



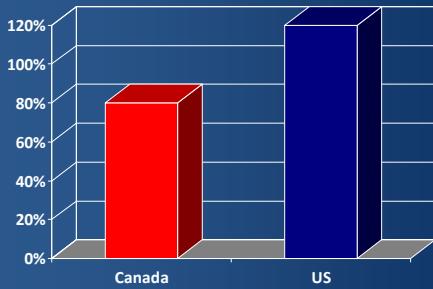
World Economic Forum Global Competitiveness Report 2008-2009.

Debt Per Capita



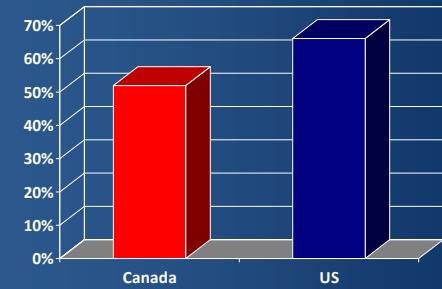
Source: CIBCWM, Sept. 30, 2008

Mortgage Debt as Share of Income



Source: CIBCWM, Sept. 30, 2008

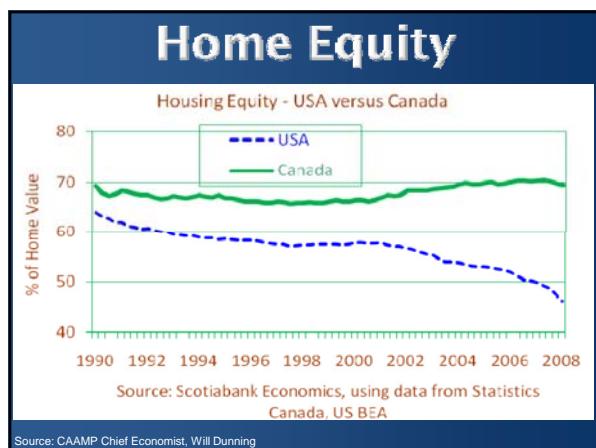
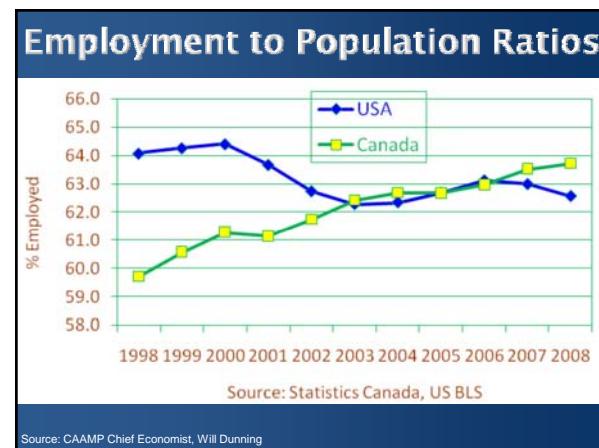
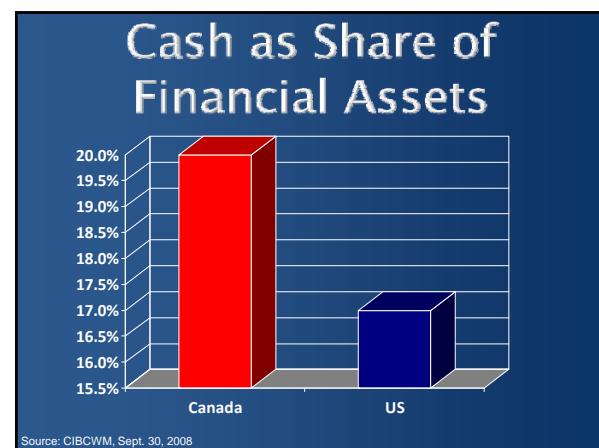
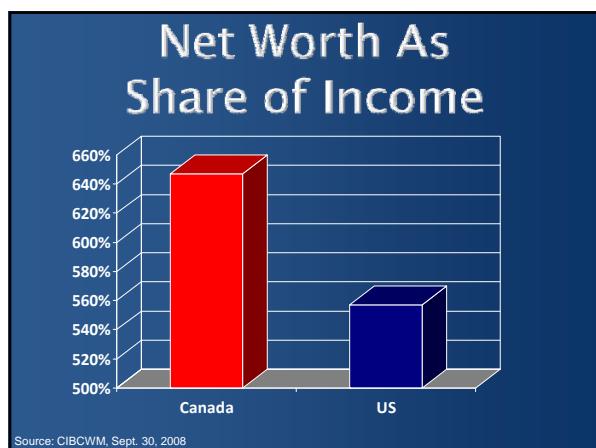
Consumer Debt As Share of Income



Source: CIBCWM, Sept. 30, 2008

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Mortgage Debt is only 30% of Total Value of Canadian Homes

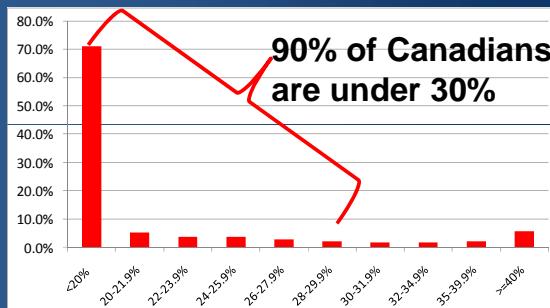
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**Interest
Deductibility
In U.S.**

**Canadians
Want To Get
Rid Of
Mortgages
Quickly!!**

**Canadian Home Owners by GDS
Ratios, 2006**



Source: CIBCWM, Sept. 30, 2008

**Estimated .27%
Mortgage
Arrears in
Canada (3 months)**

**More Than
1.0+%
Homes in
Foreclosure in
U.S.**

**Canadian
Regulations**

Canadian Banks VS US Banks

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**Strict Rules
&
CMHC**

**Traditional
Deposit
Banks**

**Securitization
of Mortgages**

**94% of Canadian
Mortgages
Remain on
'Their Books'**

**US Securitizes
Mortgages...
Lack of
Accountability**

Canada Vs US

*One of These Things is Not
Like The Other...*

