

## Consolidated Statements of Changes in Shareholders' Equity

For the years ended December 31  
(\$ millions except where otherwise indicated)

	2008	2007
<b>Share Capital</b>		
Preferred Shares	\$ 817	\$ 817
Common Shares	133	133
<b>Total Share Capital, Beginning and End of Year</b> (note 23)	<b>\$ 950</b>	<b>\$ 950</b>
<b>Retained Earnings, Beginning of Year</b>	<b>\$ 4,726</b>	<b>\$ 4,506</b>
Cumulative impact of implementing new accounting standards (note 2)	(27)	(100)
Net earnings	832	563
Dividends declared		
Per common share (\$) – \$1.44 (2007 – \$1.44)	(186)	(186)
Per preferred share (\$) – Series I – \$1.45 (2007 – \$1.45)	(13)	(13)
– Series II – \$1.29 (2007 – \$1.29) (note 22)	(3)	(14)
– Series III – \$1.30 (2007 – \$1.30)	(10)	(10)
– Series IV – \$1.30 (2007 – \$1.30)	(10)	(10)
– Series V – \$1.19 (2007 – \$1.19)	(10)	(10)
<b>Retained Earnings, End of Year</b>	<b>\$ 5,299</b>	<b>\$ 4,726</b>
<b>Accumulated Other Comprehensive Loss, Beginning of Year</b> (note 2)	<b>\$ (999)</b>	<b>\$ (503)</b>
Cumulative impact of implementing new accounting standards (note 2)		9
Other comprehensive income (loss)	677	(505)
<b>Accumulated Other Comprehensive Loss, End of Year</b> (note 26)	<b>\$ (322)</b>	<b>\$ (999)</b>
<b>Total Shareholders' Equity</b>	<b>\$ 5,927</b>	<b>\$ 4,677</b>

See accompanying notes to the consolidated financial statements.