

---



---

**The Bank of Nova Scotia**  
**Callable Accrual Notes (Bail-inable Notes)**  
*Final Term Sheet*

---



---

<b>Issuer:</b>	<b>The Bank of Nova Scotia</b> (the “Bank”)
<b>Issue:</b>	<p><b>The Bank of Nova Scotia Callable Accrual Notes (Bail-inable Notes)</b>, with a term of approximately 6 years, callable annually at the Bank’s option starting on April 23, 2025 (the “Notes”).</p> <p>The Notes will be direct senior unsecured and unsubordinated liabilities of the Bank ranking <i>pari passu</i> with all other senior unsecured and unsubordinated debt of the Bank.</p>
<b>Issue Price:</b>	C \$100.00 per Note.
<b>Minimum Subscription:</b>	C \$1,000.00 and integral multiples thereof.
<b>Principal Amount:</b>	<b>C \$100.00 per Note</b>
<b>Issue Size:</b>	C \$1,500,000.00
<b>Senior Debt<sup>1</sup> Ratings:</b>	<p>The Notes have not been specifically rated by any credit rating organization.</p> <p>There is no assurance that if and when the Notes were specifically rated that they would have the same rating as the Bank’s senior unsecured and unsubordinated obligations with a term to maturity of one year or more. <b>A rating is not a recommendation to buy, sell or hold investments, and may be subject to revision or withdrawal at any time by the relevant rating agency.</b></p>
<b>Trade Date:</b>	April 9, 2024
<b>Settlement Date:</b>	April 23, 2024
<b>Maturity Date:</b>	April 23, 2030, or if that day is not a Business Day the immediately succeeding Business Day, subject to the Notes being called by the Bank on a relevant Call Date pursuant to the terms of the Call Option below.
<b>Call Provision:</b>	The Notes are redeemable at the option of the Bank, in whole, but not in part, on any Call Date upon notice by the Bank to CDS on or before the Call Notice Date, at an amount equal to the Principal Amount per Note, together with any accrued and unpaid interest to the applicable Call Date (the “Call Option”). If the applicable Call Date is not a Business Day, the Principal Amount per Note, together with any accrued and unpaid interest to the applicable Call Date, shall be paid on the immediately succeeding Business Day. If the Notes are called prior to the Maturity

---

<sup>1</sup> Subject to conversion under the bank recapitalization “bail-in” regime.

Date, a Noteholder will lose the opportunity to continue to accrue and be paid interest on the Notes after such Call Date.

**Call Notice Date:** The Bank will provide at least fifteen Business Days' notice prior to the corresponding Call Date of the exercise of the Call Option. **Notwithstanding the foregoing, the redemption of the Notes pursuant to the Call Option will be subject to the prior approval of the Superintendent of Financial Institutions (Canada) (the "Superintendent") if such redemption would lead to a breach of the Bank's Total Loss Absorbing Capacity ("TLAC") requirements.**

**There is no certainty as to the term to maturity of the Notes because whether or not the Bank exercises the Call Option embedded in the Notes will be dependent on, among other things, future interest rates and market volatility. If the Bank does not exercise the Call Option on any Call Date, the term of the Notes will be approximately 6 years.**

**Call Dates:** April 23, 2025  
April 23, 2026  
April 23, 2027  
April 23, 2028  
April 23, 2029

**Selling Agents' Commission:** 150 basis points (1.50%)

**Principal Repayment Amount:** The Principal Amount of C\$100.00 per Note will be repaid on the Maturity Date, or on a Call Date if the Bank exercises the Call Option, and the Principal Amount of C\$100.00 per Note will form part of the Redemption Price to be paid on the applicable Redemption Date.

**Coupon Rate:** 5.18% annual interest rate (the "Coupon Rate"), per Note, with no compounding. Interest accrues at the Coupon Rate annually and is payable **only once** on either of: (i) a Call Date on which the Bank exercises the Call Option (as part of the Redemption Price), or (ii) the Maturity Date (as part of the Redemption Price), whichever occurs first.

The Redemption Price includes interest accrued from and excluding the Settlement Date to and including the applicable Call Date or Maturity Date, as the case may be.

**Redemption Price Schedule:**

Year	Initial Maturity Date	Redemption Price Per Note (each a "Redemption Price")	Redemption Rate (annualized return)
1	April 23, 2025	105.18	5.18%

Year	Extended Maturity Dates	Redemption Price Per Note (each a "Redemption Price")	Redemption Rate (annualized return)
2	April 23, 2026	110.36	5.05%
3	April 23, 2027	115.54	4.93%
4	April 23, 2028	120.72	4.82%
5	April 23, 2029	125.90	4.71%

Year	Final Maturity Date	Redemption Price Per Note (each a "Redemption Price")	Redemption Rate (annualized return)
6	April 23, 2030	131.08	4.61%

**Day Count Fraction:** 30/360 unadjusted.

**Business Day:** Days (other than a Saturday or Sunday) on which commercial banks are open for business in Toronto, Ontario, Canada.

**Form and Denomination:** Book entry only through participants in CDS Clearing and Depository Services Inc. ("CDS").

**Book Entry Only System:** The Notes will be issued by way of a single global certificate registered in the name of a nominee of CDS and deposited with CDS. Registration of interests in and transfers of the Notes will be made only through the Book Entry Only ("BEO") system of CDS. The Notes must be purchased either directly or indirectly through a participant in the CDS BEO system. No holder will be entitled to any Note or other instrument from the Bank or CDS evidencing the ownership thereof, and no holder will be shown on the records maintained by CDS except through an agent who is a participant of CDS.

**Optional Redemption:** **The Notes are not subject to redemption at the option of the holder or the Bank, except by the Bank pursuant to the Call Option.** Redemption for any reason (including, without limitation, on any Call Date) will be subject to the prior approval of the Superintendent if such redemption would lead to a breach of the Bank's minimum TLAC requirements.

**CDIC:** The Notes do not constitute deposits that are insured under the *Canada Deposit Insurance Corporation Act* (the "*CDIC Act*") or under any other deposit insurance regime.

**Bail-in Status:** The Notes are bail-inable notes subject to conversion in whole or in part – by means of a transaction or series of transactions and in one or more

steps – into common shares of the Bank or any of its affiliates under subsection 39.2(2.3) of the *CDIC Act* and to variation or extinguishment in consequence, and subject to the application of the laws of the Province of Ontario and the federal laws of Canada applicable therein in respect of the operation of the *CDIC Act* with respect to the Notes. For a description of Canadian bank resolution powers and the consequent risk factors attaching to the Notes reference is made to “Canadian Bank Resolution Powers including Bail-in” at <http://www.scotiabank.com/ca/en/about/investors-shareholders/regulatory-disclosures.html> which information is hereby incorporated by reference.

**Subsequent Holders:**

Each holder or beneficial owner of a Note that acquires an interest in the Notes in the secondary market and any successors, assigns, heirs, executors, administrators, trustees in bankruptcy and legal representatives of any such holder or beneficial owner shall be deemed to acknowledge, accept, agree to be bound by and consent to the same provisions specified in the Notes to the same extent as the holders or beneficial owners that acquire an interest in the Notes upon its initial issuance, including, without limitation, with respect to the acknowledgement and agreement to be bound by and consent to the terms of the Notes related to the bail-in regime.

**ISIN / CUSIP:**

CA06418MFU32 / 06418MFU3

**Set-Off:**

No holder or beneficial owner of Bail-inable Notes may exercise, or direct the exercise of, claim or plead any right of set-off, netting, compensation or retention in respect of any amount owed to it by the Bank arising under, or in connection with, the Bail-inable Notes, and each holder or beneficial owner of Bail-inable Notes shall, by virtue of its acquisition of an interest in any Bail-inable Note, be deemed to have irrevocably and unconditionally waived all such rights of set-off, netting, compensation or retention. Notwithstanding the foregoing, if any amounts due and payable to any holder or beneficial owner of the Bail-inable Notes by the Bank in respect of, or arising under, the Bail-inable Notes are purportedly discharged by set-off, netting, compensation or retention, without limitation to any other rights and remedies of the Bank under applicable law, such holder or beneficial owner shall pay to the Bank an amount equal to the amount of such discharge and, until such time as payment is made, shall hold an amount equal to such amount in trust for the Bank and, accordingly, any such discharge shall be deemed not to have taken place.

**Governing Law:**

The Province of Ontario and the federal laws of Canada applicable therein.

**Attornment:**

By its acquisition of an interest in any Bail-inable Notes, each Noteholder or beneficial owner of any Bail-inable Notes is deemed to attorn to the jurisdiction of the courts in the Province of Ontario with respect to the *CDIC Act* and the laws of the Province of Ontario and the federal laws of Canada applicable therein in respect of the operation of the *CDIC Act* with respect to the Bail-inable Notes.

**Agent:** Scotia Capital Inc. (“SCI”)

**Calculation Agent:** SCI

**Secondary Market:** SCI, as a market maker, agrees to repurchase the Notes in whole at the holder’s request, at the market price determined by SCI in its sole discretion acting reasonably, and subject to the occurrence of any event, circumstance or cause beyond the reasonable control of SCI that has or may have an adverse effect on its ability to maintain a secondary market, as determined in its sole discretion. A holder of Notes who sells a Note to SCI prior to the Maturity Date may receive sales proceeds that are less than the Principal Amount of the Notes. The Notes will not be listed on any stock exchange.

**Early Trading Charge:** Any sale of Notes in a secondary market prior to the Initial Maturity Date will be subject to an early trading charge per Note deductible from the sale proceeds of the Notes determined as follows (the “Early Trading Charge”).

An investor should be aware that any price for the Notes appearing on their monthly or quarterly investment account statement will be before the application of any applicable Early Trading Charge.

If Sold During Period of:	Early Trading Charge (% of Principal Amount)
April 23, 2024 – July 23, 2024	1.50%
July 24, 2024 – October 23, 2024	1.00%
October 24, 2024 – January 23, 2024	0.50%
Thereafter	None

**Income Tax Considerations:** An investor should consider the income tax consequences of an investment in the Notes, including those arising from a disposition of the Notes prior to the Maturity Date. This summary is of a general nature only and is not intended to be legal or tax advice to any investor. Investors are urged to consult their own tax advisors for advice with respect to the potential income tax consequences to them of an investment in the Notes having regard to their particular circumstances.

An individual investor will be required to include in computing income for each taxation year the amount of interest that accrued to the end of any “anniversary day” in respect of a Note that falls during such year. An investor who holds a Note to a Call Date on which the Bank exercises the Call Option or the Maturity Date, as the case may be, will generally be required to include the full amount of the interest paid on the Note in computing income for the taxation year that includes such date, except to the extent that such interest has already been included in income for that or a preceding taxation year.

**US Selling Restrictions:** The Notes have not been and will not be registered under the United States Securities Act of 1933, as amended, (the “1933 Act”) and should not be offered or sold within the United States. SCI agrees that neither

it, nor its affiliates(s), nor any persons acting on its behalf have engaged or will engage in any directed selling efforts (within the meaning of Regulation S of the 1933 Act) in the United States with respect to the Notes.

**Amendments:**

The Bank may amend the Global Note to correct, cure or rectify any ambiguities, defective or inconsistent provisions, errors or omissions, and the correction, cure or rectification of any of the provisions shall be final and binding on the registered holder and any recorded transferee of the Global Note, without the approval of the registered holder of the Global Note.

### **Additional Information to Investors about the Notes:**

Investors in the Notes should be aware that they are subject to certain risk factors. Potential investors in the Notes are urged to consult their own legal, accounting and tax advisors in order to determine the consequences of an investment in the Notes and to make an independent evaluation of such investment. Specific risk factors include, but are not limited to:

**Non-Standard Investments:** The Notes have certain investment characteristics that differ from traditional fixed income securities and do not provide a return or an income stream over the term of the Notes. Specifically, the performance of the Notes will not track the same price movements as traditional interest rate products. An investor should reach a decision to invest in the Notes after carefully considering, with his or her advisors, the suitability of the Notes in light of his or her investment objectives and the information set out in the above terms of the offering. Neither the Bank nor SCI makes any recommendation as to whether the Notes are a suitable investment for any person.

**Call Provision:** The Call Option (starting on April 23, 2025) of the Notes is unique. As a result of the Call Option, the price movement of the Notes will be quite different from that of other notes, bonds, and similar debt instruments with the same credit risk and term to maturity. For example, if prevailing interest rates fall, the market price of the Notes may be limited to the price applicable to the applicable Call Date. Investors are compensated for the uncertainty caused by the Call Option by receiving a higher yield compared to other debt instruments with a similar credit risk and term to maturity.

*The Bank is more likely to exercise its right to call the Notes during periods of relatively low interest rates, or otherwise where it determines that its borrowing cost under the Notes is, or might be, higher than from other available sources. The decision to call (or not to call) the Notes will be made solely by the Bank and may occur at a point in time that is not advantageous to investors.*

**Suitability:** An investment in the Notes may not be suitable for all investors. An investor should reach a decision to invest in the Notes after carefully considering the suitability of the Notes and his or her investment objectives, including that if the Bank does not exercise the Call Option on any Call Date, the term of the Notes will be approximately 6 years. Neither the Bank nor SCI makes any recommendation as to the suitability of the Notes for an investor's investment purposes. Investors should consult with their investment advisor before making a decision regarding an investment in Notes.

**Potential Conflicts of Interest:**

The Bank and its affiliates may engage in activities and perform functions that could adversely impact the value of the Notes, the ability of the holder to resell their Notes or the amount or timing of receipt of payments under the Notes. Consequently, potential conflicts between the interests of holders and the Bank's interests may arise.

**Credit Risk:** The Notes are not insured by the Canada Deposit Insurance Corporation or any other deposit insurance regime. The likelihood that holders will

receive the payments owing to them will be dependent upon the financial health and creditworthiness of the Bank.



**IMPORTANT NOTICE**

The Notes will only be sold to an investor with such knowledge and experience in financial and business matters that is capable of evaluating the merits and risks of the prospective investment. This term sheet is for discussion purposes and contains indications only. This proposal does not constitute an offer to sell or any solicitation to purchase securities or any other instrument described herein. The information contained herein is provided on a confidential basis.

The information contained herein is issued for information purposes only to provide an overview of the Notes, contains indications only, and does not constitute investment advice or an offer to sell or a solicitation to purchase. The Notes may not be suitable for all types of investors. This document does not purport to identify or suggest all of the risks (direct or indirect) which may be associated with an investment in the Notes. To the extent applicable, Noteholders should contact their financial advisors and consult their tax advisors regarding the tax consequences of annual interest in the Notes in their particular circumstances, including if they plan to sell the Notes prior to maturity.

Neither The Bank of Nova Scotia nor Scotia Capital Inc. nor their respective affiliates make any recommendations concerning fixed income investments as an asset class or the suitability of investing in securities generally or the Notes in particular. In connection with the issue and sale of Notes by The Bank of Nova Scotia, no person has been authorized to give any information or make any representation not contained herein relating to the Notes and The Bank of Nova Scotia, Scotia Capital Inc. or their respective affiliates do not accept any responsibility for any information not contained herein.

Prospective investors may enquire about the terms and conditions of the Notes by contacting their investment advisor or Scotiabank Global Banking and Markets at 1-866-416-7891. During the term of the Notes, investors may obtain the interest rate applicable to their investment by contacting their investment advisor or Scotiabank Global Banking and Markets at the telephone number referenced above.

Information concerning Scotiabank Global Banking and Markets' procedures established for dealing with complaints, Scotiabank's Whistleblower Policy and the Scotiabank Whistleblower Program have been made available at <https://www.gbm.scotiabank.com/en/legal.html>.