

Scotia High Interest Savings Account- Examples:

1.0 Monthly Statements:

The interest earned and paid for the month of May will be posted to your HISA on your Online Banking or our Mobile App as of the 7th business day of the following month (June in this case) and will appear in your June statement.

Example:

May 1	May 31	June 9 (7 th business day)	June 30
Monthly cycle begins.	Monthly cycle ends, and statement is generated with monthly transactions. Monthly statement does not include May interest payment.	May interest payment is posted.	Monthly cycle ends, and statement is generated with monthly transactions including May interest payment on June 9 th .

1.1 Total Relationship Balance

If you have \$5,000 in your Scotiabank HISA, \$6,000 in your Scotiabank Money Master savings accounts jointly with your spouse, \$4,000 in GICs within your Scotiabank TFSA, and \$5,000 in Mutual Funds within your Scotiabank RRSP, and \$7,000 in your iTrade account, your Total Relationship Balance is \$20,000 (\$5,000+\$6,000+\$4,000+\$5,000) which will be used to determine your applicable Balance Level and Regular Interest Rate which will be applied to \$5,000 balance in your HISA. Please note that \$7,000 in your iTrade account will not be considered for your Total Relationship Balance.

1.2 Regular Interest Rate and Balance Level

Between May 1 and May 15, your Total Relationship Balance is \$15,000 and the Regular Interest Rate of 0.60% will apply to HISA (please refer to Table A below). If, on May 16, your Total Relationship Balances increases to \$400,000, the Regular Interest Rate of 1.40% will apply to HISA on May 16 and continue until your Balance Level or Balance Level Interest Rate changes.

Table A

Total Relationship Balance Levels	Total Relationship Balance	Regular Interest Rate
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Level 5	\$500,000+	1.80%
Level 4	\$250,000- \$499,999	1.40%
Level 3	\$100,000- \$249,999	1.20%
Level 2	\$10,000- \$99,999	0.60%
Level 1	\$0-\$9,999	0%

NOTE: the rates in this **'Table A'** are for illustrative purposes only. Please refer here www.scotiabank.com/rates for the current rates.

1.3 Interest Calculation and Payment

Example 1: on May 1 your HISA was opened and the Regular Interest Rate of 0.60% applied based on the Total Relationship Balance of \$20,000 using Table A. Then, on June 1, your HISA was closed. In this example, the Bank does not have the Total Relationship Balance data between May 26 and May 30; however, the latest Total Relationship Balance as of May 25 is available. Regular Interest Rate would be applicable as follows:

- Between May 1 and May 25, the Regular Interest Rate of 0.60% will apply.
- Between May 26 and May 30, the Regular Interest Rate of 0.60% will still apply

NOTE: the rates in this example are for illustrative purposes. Please refer here www.scotiabank.com/rates for the current rates.

Example 2: on May 1 your HISA was opened and on May 9 your HISA was closed (i.e. within 7 business days). In this example, the Bank does not have any Total Relationship Balance data as of May 9 so the Regular Interest Rate of 1.80% (highest rate achievable during this time based on Table A) will apply to HISA balances between May 1 and May 9.

1.4 Interest Adjustment for any Backdated Transaction

Assume the current Regular Interest Rate applicable is 0.60% (as per Table A) on your HISA which has \$80,000. Then, on August 31 (Issue Date), the Bank posts a Backdated Transaction of a GIC purchase of \$100,000 as of August 15 (Impact Date) which results in an increase to the Total Relationship Balance and higher Regular Interest Rate. We will continue to calculate the interest at the Regular Interest Rate of 0.60% on your \$80,000. Additionally, we will calculate the Highest Possible Interest Rate (1.80% as per Table A) on your \$80,000 between August 15 and August 30. The difference between what you have earned at the Regular Interest Rate and what was calculated at the Highest Possible Interest Rate, will be

paid out to you on the next Interest Payment Date (the 7th business day of September). If applicable, any bonus interest will be paid separately.

1.5 Issue Date and Impact Date not in the same month

Assume the current Regular Interest Rate applicable is 0.60% (as per Table A) on your HISA which has \$80,000. Then, on September 25 (Issue Date), the Bank posts a Backdated Transaction of a GIC purchase of \$100,000 as of January 15 (Impact Date).

Let's assume for this example that the balance in your HISA remains at \$80,000 at all times. We will continue to calculate the interest at the Regular Interest Rate of 0.60% on your \$80,000. Additionally, we will calculate the interest using the Highest Possible Interest Rate (1.80% as per Table A) on your \$80,000 between January 15 and September 24. Note that, for all the months between Impact Date and Issue Date, there would have been different Interest Payment Dates. We will calculate interest on those additional interest payments at the Highest Possible Interest Rate as if those additional interest payments were paid on those different Interest Payment Dates. In this example, the next Interest Payment Date for the additional interest payment would be the 7th business day of October. If applicable, any bonus interest will be paid separately.

1.6 Backdated transactions within 7 calendar days

On October 16 (Issue Date), the Bank posts a Backdated Transaction of a GIC of \$100,000 to October 13 (Impact Date). Assume that this Backdated Transaction moves your Total Relationship Balance of \$80,000 to \$180,000. This means the Regular Interest Rate on the balance in your HISA should be changed from 0.60% to 1.20% (as per Table A). Interest on HISA is calculated daily using closing day balances of the HISA and the Regular Interest Rate determined based on the Balance Level. The Regular Interest Rate of 0.60% will apply to the HISA between October 13 and October 15, and the Regular Interest Rate of 1.20% will start applying to the HISA from October 16.

1.7 Eligibility

Client A opens a sole HISA and has a sole GIC. Client A also has a joint eligible chequing account with Client B. The HISA, GIC and joint chequing account balances will be considered in the Total Relationship Balance evaluation for Client A's HISA.