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

Issuer:	The Bank of Nova Scotia (the “Bank”)
Issue:	The Bank of Nova Scotia Callable Accrual Notes (Bail-inable Notes), with a term of 11 years, callable semi-annually at the Issuer’s option starting September 3, 2020 (the “Notes”). 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.
Issue Price:	C\$100.00 per Note.
Minimum Subscription:	C\$1,000.00 and integral multiples thereof.
Principal Amount:	C\$10,000,000.00
Senior Debt¹ Ratings:	DBRS: AA (low) Moody’s: A2 S&P: A- The Notes have not been specifically rated by any credit rating organization and there is no assurance that if the Notes were specifically rated by these rating agencies 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. 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.
Trade Date:	August 14, 2019
Settlement Date:	September 3, 2019
Maturity Date:	September 3, 2030 or if that day is not a Business Day the immediately succeeding Business Day, subject to being called by the Bank on a relevant Call Date pursuant to the terms of the Call Provision below.
Call Provision:	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 that will equal to the Principal Amount of the Notes, together with any accrued and unpaid interest to the applicable Call Date (the “Call Option”). If the Notes are called prior to the Maturity 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:	Fifteen Business Days prior to the corresponding Call Date. 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

¹ Subject to conversion under the bank recapitalization “bail-in” regime

“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 after the first call Date 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 Provision on any Call Date, the term of the Notes will be approximately 11 years.

Call Dates:

September 3, 2020
 March 3, 2021
 September 3, 2021
 March 3, 2022
 September 3, 2022
 March 3, 2023
 September 3, 2023
 March 3, 2024
 September 3, 2024
 March 3, 2025
 September 3, 2025
 March 3, 2026
 September 3, 2026
 March 3, 2027
 September 3, 2027
 March 3, 2028
 September 3, 2028
 March 3, 2029
 September 3, 2029
 March 3, 2030

Selling Agents’ Commission:

C\$0.05 per Note.

Principal Amount Repayment:

The Principal Amount of \$100.00 per Note will be repaid on the Maturity Date, provided that, if the Bank exercises the Call Option, the Principal Amount of \$100.00 per Note will form part of the Redemption Price to be paid on the Redemption Date

Coupon Rate:

3.06% annual effective rate (the “Coupon Rate”²), per Note, compounded semi-annually. Interest accrues and compounds at the Coupon Rate semi-annually and is payable 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 Maturity Price), whichever occurs first.

The Redemption Price includes interest accrued from and excluding the Issue Date to and including the applicable Call Date.]

The Maturity Price includes interest accrued from and excluding the Issue Date to and including the Maturity Date.

² Equivalent semi-annual rate is approximately 1.5184712%.

Redemption Price Schedule:

Date	Redemption Price (CAD \$) (each a "Redemption Price")
3-Sep-2020	103.06
3-Mar-2021	104.62
3-Sep-2021	106.21
3-Mar-2022	107.83
3-Sep-2022	109.46
3-Mar-2023	111.13
3-Sep-2023	112.81
3-Mar-2024	114.53
3-Sep-2024	116.27
3-Mar-2025	118.03
3-Sep-2025	119.82
3-Mar-2026	121.64
3-Sep-2026	123.49
3-Mar-2027	125.36
3-Sep-2027	127.27
3-Mar-2028	129.20
3-Sep-2028	131.16
3-Mar-2029	133.15
3-Sep-2029	135.18
3-Mar-2030	137.23
3-Sep-2030	139.31

Yield to Noteholder:

To first Call Date (if redeemed) **3.06%** effective annual rate, or approximately **155 basis points** over the 1 year Government of Canada benchmark bond maturing July 23, 2020.

To Maturity Date (if not redeemed) **3.06%** effective annual rate, or approximately **189 basis points** over the 10 year Government of Canada benchmark bond maturing June 29, 2029.

To all Call Dates (semi-annual compounding):

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.
CDIC:	The Notes do not constitute deposits that are insured under the <i>Canada Deposit Insurance Corporation Act</i> (the “ <i>CDIC Act</i> ”) 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 <i>CDIC Act</i> 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 <i>CDIC Act</i> 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:	CA06415EXK68 / 06415EXK6
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:	Ontario and the federal laws of Canada applicable therein.
Attornment:	Courts of the Province of Ontario.
Agent:	Scotia Capital Inc. (“SCI”)
Calculation Agent:	SCI
Secondary Market:	SCI will endeavor to maintain a secondary market for the Notes, but reserves the right not to do so at any time in the future in its sole and absolute discretion, without providing notice to noteholders. The secondary market price of the Notes will be dependent on a number of factors, in particular prevailing interest rates and the Call Option. A holder who sells a Note prior to the Maturity Date may receive sale proceeds that are less than the Principal Amount. The Notes will not be listed on any stock exchange.
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 (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.
EU Selling Restrictions:	No prospectus (as defined in Directive 2003/71/EC (as amended, the “ Prospectus Directive ”)) will be prepared in connection with the Notes. Accordingly, the Notes may not be offered to the public in any member state of the European Economic Area (the “ EEA ”), and any purchaser of

the Notes who subsequently sells any of the Notes in any EEA member state must do so only in accordance with the requirements of the Prospectus Directive, as implemented in that member state.

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 his or her 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. 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 Provision of the Notes is unique. As a result of the Call Provision of the Notes, 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 Call Date. Investors are compensated for the uncertainty caused by the Call Option of the Notes 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 Note is, or might be, higher than from other available sources. The decision to call (or not to call) the Note 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. 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.