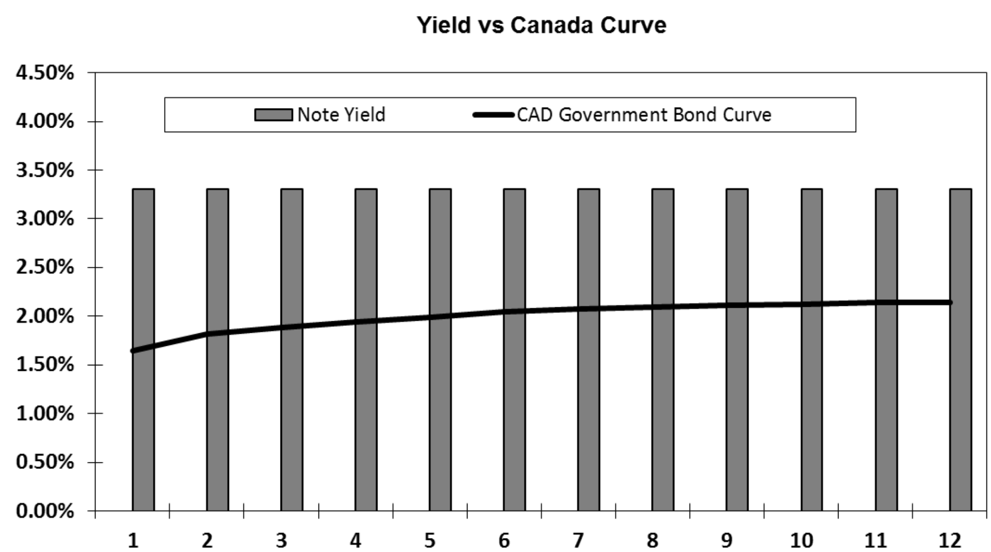
Scotiabank
GLOBAL BANKING AND MARKETS

The Bank of Nova Scotia
12NC6 Semi-Annual Pay Extendible Fixed Coupon Notes

FINAL TERMSHEET

Issuer:	The Bank of Nova Scotia (the "Issuer")
Issue:	Six Year Semi-Annual Pay Extendible Fixed Coupon Notes (the "Notes"), extendible semi-annually at the Issuer's option to a maximum term of twelve years .
Credit Rating:	The Notes have not been rated. As of the date of this Termsheet, the Issuer's senior deposit liabilities with a term to maturity of one year or more than one year were rated AA by DBRS Limited, A+ by Standard & Poor's, AA− by Fitch Ratings and A1 by Moody's. There can be no assurance that if the Notes were specifically rated by these rating agencies that they would have the same rating as such other deposit liabilities. 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.
Issue Size:	$4,000,000
Principal Amount:	$100.00 per Note
Issue Price:	$100.00
Selling Agents Commission:	$1.20
Structuring Agent:	Scotia Capital Inc. ("SCI")
Trade Date:	June 18, 2018
Settlement Date:	June 26, 2018
Maturity Date:	The Initial Maturity Date, subject to extension by the Issuer to an Extended Maturity Date or the Final Maturity Date, as the case may be, pursuant to section entitled "Extension Feature" below. If the Maturity Date of the Note is not a Toronto Business Day, Principal shall be paid on the next Toronto Business Day, without adjustment for period end dates.
Initial Maturity Date:	June 26, 2024
Extended Maturity Dates:	December 26, 2024 June 26, 2025 December 26, 2025 June 26, 2026 December 26, 2026 June 26, 2027 December 26, 2027 June 26, 2028 December 26, 2028 June 26, 2029 December 26, 2029

Final Maturity Date:	June 26, 2030
Extension Feature:	The Issuer may, at its option, on the Initial Maturity Date and on each Extended Maturity Date thereafter on which the Notes are outstanding, extend the maturity of the Notes to the next following Extended Maturity Date or the Final Maturity Date, as applicable, at the Coupon Rate set out below in respect of the relevant Extension Period, but in no event beyond the Final Maturity Date. The Issuer will be deemed to have exercised its option to extend the Maturity Date of the Notes to the next following Maturity Date if applicable unless the Issuer advises the CDS Clearing and Depository Services Inc. ("CDS") in writing not less than 15 business days prior to the Initial Maturity Date or relevant Extended Maturity Date of its intention to redeem the Notes and not to extend the Maturity Date of the Notes. If extended to the Final Maturity Date the term of the Notes will be approximately 12 years.
Coupon Rate:	3.30% per annum, payable semi-annually on the 26th of June and December, commencing December 26, 2018. The Notes accrue interest on a 30/360 basis with equal payments, without adjustment for period end dates.
Yield to Noteholder:	To Initial Maturity Date (if not extended) 3.30**%** per annum on a semi-annual basis, approximately 125 basis points over 6 year Government of Canada benchmark yield. To Final Maturity Date (if extended) 3.30% per annum on a semi-annual basis, approximately 115 basis points over the 12 year interpolated Government of Canada benchmark yield.



Coupon Payment Dates:	Coupon Payments will be made semi-annually on the 26th of June and December, commencing December 26th, 2018 up to and including the Maturity Date. If the Coupon Payment Date is not a Toronto Business Day,

	interest shall be paid on the next Toronto Business Day, without adjustment for period end dates and no additional interest shall be paid thereon.
Calculation Periods:	The initial Calculation Period shall run from (and including) the Issue Date up to (but excluding) the first Coupon Payment Date. Thereafter Calculation Periods shall run from (and including) the previous Coupon Payment Date up to (but excluding) the next applicable Coupon Payment Date.
Day Count Fraction:	The Day Count Fraction for a Calculation Period is defined as the actual number of days on that period divided by 360.
Calculation Agent:	Scotia Capital Inc.
Non-Redeemable:	The Notes will not be redeemable by the holder or the Issuer prior to the Maturity Date.
Status:	The Notes will constitute direct, senior unsecured obligations of the Issuer ranking pari passu with all other senior unsecured and unsubordinated indebtedness and obligations of the Issuer outstanding from time to time.
CDIC:	The Notes do not constitute deposits insured under the *Canada Deposit Insurance Corporation Act.*
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.
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 Issuer 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.
Toronto Business Day:	Days (other than a Saturday or Sunday) on which commercial banks are open for business in Toronto, Ontario, Canada.
Minimum Subscription:	$1,000.00 and integral multiples thereof.

Secondary Market:	SCI will endeavor to maintain a secondary market for the Notes, but reserves the right not to do so in its sole 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 Extension Feature. An investor who sells a Note prior to the Maturity Date may receive sale proceeds that are less than the Principal Amount.
Governing Law:	The Notes shall be governed by and construed with the laws of the Province of Ontario and the federal laws of Canada applicable therein.
CUSIP:	06415EAY1

Additional Information to Investors about Extendible 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 Issuer, nor SCI makes any recommendation as to whether the Notes are a suitable investment for any person.

The Extension Feature: The Extension Feature of the Notes is unique. As a result of the Extension Feature 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 then-existing Maturity Date. Investors are compensated for the uncertainty caused by the Extension Feature of the Notes by receiving a higher yield compared to other debt instruments with a similar credit risk and term to maturity.

The Issuer is less likely to exercise its right to extend the Maturity Date of 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 extend (or not to extend) the Notes will be made solely by the Issuer 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. The Issuer nor Scotia Capital Inc. make no 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 Issuer 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 Issuer's interests may arise.

Bail-in Regulations:

On June 22, 2016, legislation came into force amending the Bank Act (Canada) (the "Bank Act") and the Canada Deposit Insurance Corporation Act (Canada) (the "CDIC Act") and certain other federal statutes pertaining to banks to create a bail-in regime for Canada's domestically systemically important banks, which include the Bank. On April 18, 2018, the Government of Canada published regulations under the CDIC Act and the Bank Act providing the final details of conversion, issuance and compensation regimes for bail-in instruments issued by domestic systemically important banks, including the Bank (collectively, the "Bail-In Regulations"). Pursuant to the CDIC Act, in circumstances where the Superintendent of Financial Institutions has determined that the Bank has ceased, or is about to cease, to be viable, the Governor in Council may, upon a recommendation of the Minister of Finance that he or she is of the opinion that it is in the public interest to do so, grant an order directing CDIC to convert all or a portion of certain shares and liabilities of the Bank into common shares of the Bank (a "Bail-In Conversion").

The Bail-In Regulations prescribe the types of shares and liabilities that will be subject to a Bail-In Conversion. In general, any senior debt with an initial or amended term to maturity (including explicit or embedded options) greater than 400 days, that is unsecured or partially secured and has been assigned a CUSIP or ISIN or similar identification number would be subject to a Bail-In Conversion. Shares, other than common shares, and subordinated debt would also be subject to a Bail-In Conversion, unless they are non-viability contingent capital. Notwithstanding the above, any shares and liabilities issued before the date the Bail-In Regulations come into force, including the Notes, would not be subject to a Bail-In Conversion, unless, in the case of a liability, including the Notes, the terms of such liability are, on or after that day, amended to increase its principal amount or to extend its term to maturity and the liability, as amended, meets the requirements to be subject to a Bail-In Conversion.

Bail-In Regulations provide that they will come into force on September 23, 2018.