



Scotia Capital,
Investor Products Group,
68th Floor – 40 King Street West,
Toronto, Ontario,
M5W2X6

Date: November 24, 2008

Re: The Bank of Nova Scotia Deposit Notes Linked to the Scotia Canadian Dividend Fund – Protection Event

This notice is to advise the holders of The Bank of Nova Scotia Deposit Notes Linked to the Scotia Canadian Dividend Fund (the “Notes”) that the Variable Return of the Notes is no longer linked to the portfolio of Units notionally held in the Fund Account of the Notes. The Value Spread of the Notes (NAV minus Floor) declined to \$1.47 per Note at the close of business on November 19, 2008. In accordance with the terms of the Notes, this resulted in a Protection Event whereby the remaining notional Units in the Fund Account were redeemed and notionally invested in the Bond in the Bond Account, following payment of the Loan, any accrued and unpaid Loan interest and any Program Fees. Investor will receive the \$100 of Principal per Note and a Variable Return of \$0.88 at the Maturity Date, which is July 28, 2014.

Original Principal Amount	\$100.00	Payable at the Maturity Date
Variable Return	\$0.88	Payable at the Maturity Date

Capitalized terms used herein but not defined shall have the meanings given to such terms in the Information Statement dated June 13, 2006.

If you have any questions please call 416-863-7891 or 1-866-416-7891.

Regards,
Investor Products Group, Scotia Capital
on behalf of The Bank of Nova Scotia.