

Updated as at January 16, 2006

In our website updates of September 27, 2005 and August 12, 2005, you were advised that your committee and National Trust had reached an agreement in principle establishing a framework for the negotiation of a formal pension surplus sharing agreement, under which the surplus in The Scotiabank Pension Plan for Former Employees of National Trust Company (the "Plan") could be shared between eligible members and National Trust.

On August 11, 2005, eligible Plan members were mailed, to their latest address of record, a package containing two letters and Authorization and Membership Form. We are pleased to report that as at the date of this update, close to 60% of the Member Group has responded to us by returning their green "Authorization and Membership Form".

In a letter dated January 11, 2006, non-responding eligible Plan members were mailed a Reminder Notice asking that they please reply to **Koskie Minsky LLP** by returning their green "Authorization and Membership Form" as soon as possible. If you have received this reminder notice, please return your completed form to us as soon as possible. We require a strong response as soon as possible, since a high level of member consent is one of the things we must achieve in order to ensure that the surplus funds can be distributed.

If, after reading these letters, you believe you are an eligible member, and did not receive a package, please notify **Koskie Minsky LLP** at 1-800-451-3225.

You will notice that committee member contact information has been omitted from recent mailings. Due to the magnitude of these mailings a **Koskie Minsky LLP** toll-free telephone hotline (1-800-451-3225) and an e-mail address have been established to allow you to direct any questions you may have to **Koskie Minsky LLP**.

Your committee believes this is a fair settlement and we thank you for your prompt return of the green "Authorization and Membership Form". We will provide updates via this website as appropriate.