



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

Date: September 15, 2008

Re: SSP055 – BNS U.S. Dollar Gold Absolute Return Notes, Series 1 – Gold PM Fix Range Breached

This notice is to advise holders of The Bank of Nova Scotia U.S. Dollar Gold Absolute Return Notes, Series 1 (the "Notes") that the Variable Return of the Notes is no longer linked to the London Gold PM Fixing Price. The London Gold PM Fixing Price was \$740.75 on Thursday September 11, 2008 which is outside the Gold PM Fix Range of the Notes (all prices between \$1,131.60 and \$754.40). As a result investors will not receive any interest on their Notes and will only receive their \$100 of principal per note at the maturity date, August 14, 2009.

If you have any questions please contact your Investment Advisor or call 416-863-7891 or 1-866-416-7891.

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