

Interest Rate Swap Confirmation

July 3, 2014

To: TD Covered Bond (Legislative) Guarantor Limited Partnership,
acting by its managing general partner, TD Covered Bond (Legislative) GP Inc.
66 Wellington Street West
21st Floor, TD Bank Tower
Toronto, Ontario
M5K 1A2

Attn: Christina Wang
Fax: (416) 868-0792

From: The Toronto-Dominion Bank

Re: **USD 15,000,000,000 Global Covered Bond Programme unconditionally and irrevocably guaranteed as to payments by TD Covered Bond (Legislative) Guarantor Limited Partnership, acting by its managing general partner, TD Covered Bond (Legislative) GP Inc.**

Dear Sir or Madam,

The purpose of this letter is to confirm the terms and conditions of the transaction entered into between The Toronto-Dominion Bank (“**Party A**”) and TD Covered Bond (Legislative) Guarantor Limited Partnership, acting by its managing general partner, TD Covered Bond (Legislative) GP Inc. (“**Party B**”) on the Trade Date specified below (the “**Transaction**”). This document constitutes a “**Confirmation**” as referred to in the Agreement as specified below.

This Confirmation evidences a complete binding agreement between you and us as to the terms of the Transaction to which this Confirmation relates. This Confirmation supplements, forms part of, and is subject to, the ISDA Master Agreement dated as of June 25, 2014 (identified on page 1 thereof as the “Interest Rate 2002 Master Agreement”), as amended and supplemented from time to time, between you and us (the “**Agreement**”). All provisions contained in the Agreement shall govern this Confirmation except as expressly modified below. In the event of any inconsistency between the provisions of the Agreement and this Confirmation, this Confirmation will prevail for the purpose of this Transaction. The definitions and provisions contained in the 2006 ISDA Definitions (as published by the International Swaps and Derivatives Association, Inc.) (the “**Definitions**”) are incorporated into this Confirmation. In the event of any inconsistency between any of the following, the first listed shall govern (i) this Confirmation; (ii) the Master Definitions and Construction Agreement dated June 25, 2014 between The Toronto-Dominion Bank, TD Covered Bond (Legislative) Guarantor Limited Partnership, Computershare Trust Company of Canada, TD Covered Bond (Legislative) GP Inc., 8638080 Canada Inc., and Ernst & Young LLP and each other Person who may from time to time become a party thereto, as amended and supplemented from time to time (the “**Master Definitions and Construction Agreement**”); and (iii) the Definitions. Capitalized terms used but not defined herein shall have the respective meanings given to them in the Master Definitions and Construction Agreement. For the purposes of the Definitions, references herein to a “Transaction” shall be deemed to be references to a “Swap Transaction”.

The terms of the particular Transaction to which this Confirmation relates are as follows:

Trade Date: July 3, 2014.

Effective Date: July 3, 2014.

Termination Date: Unless terminated earlier by an Interest Rate Swap Early Termination Event, the earlier of:

- (a) the Final Maturity Date for the final Tranche or Series of Covered Bonds then outstanding (provided that the Issuer has not given prior written notice to Party A and Party B that it intends to issue additional Covered Bonds following such date) or, if Party B notifies Party A, prior to the Final Maturity Date for such final Tranche or Series of Covered Bonds then outstanding, of the inability of Party B to pay in full Guaranteed Amounts corresponding to the Final Redemption Amount in respect of such final Tranche or Series of Covered Bonds then outstanding, the final date on which an amount representing the Final Redemption Amount for such final Tranche or Series of Covered Bonds then outstanding is paid (but in any event not later than the Extended Due for Payment Date for such Tranche or Series of Covered Bonds);
- (b) the date designated therefor by the Bond Trustee and notified to Party A and Party B for purposes of realizing the Security in accordance with the Security Agreement and distributing the proceeds therefrom in accordance with the Post-Enforcement Priority of Payments following the enforcement of the Security pursuant to Condition 7.03 of any final Tranche or Series of Covered Bonds then outstanding;
- (c) the date on which the Notional Amount is reduced to zero (as a result of the reduction for the amount of any Early Redemption Amount paid pursuant to Condition 7.02 in respect of the final Tranche or Series of Covered Bonds then outstanding or any Final Redemption Amount paid pursuant to Condition 6.01 in respect of the final Tranche or Series of Covered Bonds then outstanding following the Final Maturity Date for such Tranche or Series of Covered Bonds, provided in each case that the Issuer has not given prior written notice to Party A and Party B that it intends to issue additional Covered Bonds following such date); and
- (d) the date of redemption pursuant to Condition 6.02 or 6.16 in respect of any final Tranche or Series of Covered Bonds then outstanding (provided that the Issuer has not

given prior written notice to Party A and Party B that it intends to issue additional Covered Bonds following such date).

Business Day Convention: Following, except for the purposes of determining the Calculation Date.

Business Day: London, Toronto and TARGET2 Settlement Day.

Receipt Ratio: In respect of each Guarantor Calculation Period, the fraction, the numerator of which is the aggregate amount of payments on account of interest in respect of all Loans actually received by Party B during such period, and the denominator of which is such amounts that become due in that Guarantor Calculation Period on all Loans, in accordance with the terms of such Loans and as at the first day in such period, to receive during such period, all as calculated by the Calculation Agent in accordance with the provisions of the Cash Management Agreement.

Notional Amount: In respect of each Guarantor Calculation Period, the sum of (i) an amount in Canadian Dollars equal to the Average Loan Balance multiplied by the Receipt Ratio, (ii) the balance of the GDA Account and (iii) without double counting, the principal balance of the Substitute Assets, in each case, on the Calculation Date immediately following the last day of the relevant Guarantor Calculation Period.

Payment Date: The seventeenth day in each month, subject to the Business Day Convention.

Guarantor Calculation Period: Each period from but excluding the last Business Day of the previous month to and including the last Business Day of the current month, provided that (a) the first Guarantor Calculation Period begins on, and includes, the Cut-Off Date in respect of the initial Purchase Date and (b) the final Guarantor Calculation Period shall end on, but exclude, the Termination Date.

Blended Amounts

Blended Rate Payer: Party B.

Party B Payment Amount: On each Payment Date, Party B shall pay to Party A in accordance with the then-applicable Priority of Payments an amount equal to (a) the sum of:

(i) the amount of interest received by Party B under the Loans;

(ii) the amount of interest received by Party B on the GDA Account; and

(iii) the amount of interest received by Party B in respect of any

Substitute Assets; less

(b) any Guarantor Expenses paid by Party B;

in each of (a)(i), (a)(ii), (a)(iii) and (b) during the immediately preceding Guarantor Calculation Period.

Party B Day Count Fraction: Actual/Actual (ISDA) as defined in the Terms and Conditions of the Covered Bonds.

Floating Amounts

Floating Rate Payer: Party A.

Floating Rate Payer Calculation Amount: Notional Amount.

Floating Rate Option: CAD-BA-CDOR.

Designated Maturity: 1 Month.

Party A Reset Date The first day of the Guarantor Calculation Period

Party A Spread: ██████ per cent. per annum, or such other percentage as determined by Party A from time to time and which satisfies the Rating Agency Condition.

Party A Due Amount: In respect of a Payment Date, Party A will pay to Party B the product of:

- (a) the Floating Rate Payer Calculation Amount;
- (b) the Party A Day Count Fraction in respect of the relevant Guarantor Calculation Period; and
- (c) the sum of the Floating Rate Option and the Party A Spread in respect of the relevant Guarantor Calculation Period.

Party A Day Count Fraction: Actual / 365 (fixed).

Initial Exchanges

Initial Exchange Date: N/A.

Party A Initial Exchange Amount: N/A.

Party B Initial Exchange Amount: N/A.

Other Provisions

Calculation Agent: Party A.

Partial Termination: If at any time a portion of the Portfolio is sold, a Partial Termination Payment may be due from Party B to Party A or from Party A to Party B, as applicable.

Partial Termination Payment: The Partial Termination Payment is equal to the difference in (a) the present value of the projected cash flows yielding the Floating Rate Option plus Spread (as determined on the most recent Floating Rate Payer Payment Date) associated with the portion of the Portfolio that is being sold and discounted at the then-current forward rates derived from the Canadian dollar swap market minus (b) the present value of the projected cash flows yielding the effective rate associated with such portion of the Portfolio that is being sold and discounted at the then-current forward rates derived from the Canadian dollar swap market, in each of (a) and (b), taking into account the remaining life of the underlying loans of such portion of the Portfolio and assuming that Party B is the sole Affected Party. If such difference is positive, Party A will pay such difference to Party B; if such difference is negative, Party B will pay the absolute value of such difference to Party A. The projected cash flows will be determined in a commercially reasonable manner by Party A. The Partial Termination Payment will be determined by Party A as soon as practicable after Party B notifies Party A of the specific details of the sale and the Partial Termination Payment will be made on the Guarantor Payment Date immediately following the date of such determination. Party B is obligated to provide Party A with at least 5 Business Days notice of any planned sale of all or part of the Portfolio.

Account Details

Account for payments to Party A:

Bank: The Toronto-Dominion Bank
SWIFT: [REDACTED]
Branch Transit [REDACTED]
Beneficiary account number: [REDACTED]
For further credit to: [REDACTED]

or such other account as Party A may direct.

Account for payments to Party B:

Bank: TD Canada Trust (King and Bay Branch)
SWIFT: [REDACTED]
Beneficiary account: TD Covered Bond (Legislative) Guarantor Limited Partnership (Transaction Account)

Beneficiary account number: [REDACTED]
or such other account as Party B may direct.

Contact Details for notices

Party A As set out in Part 4 of the Agreement.

Party B As set out in Part 4 of the Agreement.

[Remainder of page intentionally left blank]

Confirmation

Please confirm that the foregoing correctly sets forth the terms of our agreement by executing a copy of this Confirmation and returning it to us. We are delighted to have executed this Transaction with you and look forward to working with you again.

Time of trading is available upon request.

Yours sincerely,

THE TORONTO-DOMINION BANK

By: 
Name: Christina Wang
Title: Associate Vice-President, Treasury and Balance Sheet Management

Confirmed as of the date first written above:

TD COVERED BOND (LEGISLATIVE) GUARANTOR LIMITED PARTNERSHIP,
acting by its managing general partner, TD Covered Bond (Legislative) GP Inc.

By: 
Name: Christina Wang
Title: Vice President