

## Covered Bond Swap Confirmation

June 28, 2018

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: Cameron Joynt  
Fax: (416) 868-0792

From: The Toronto-Dominion Bank

Re: **Covered Bond Transaction (re CAD 500,000,000 1.68 per cent. Covered Bonds due June 8, 2021 Series CBL14 Tranche 3 (Original CUSIP: 891160KV4; Temporary CUSIP: 89117FGA1; Original ISIN: CA891160KV43; Temporary ISIN: CA89117FGA18; Original Common Code: 143003663; Temporary Common Code: 184886553) under the CAD 40,000,000,000 Global Legislative 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.**

And Re: **Trade Reference – Series CBL14 Tranche 3**

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. Notwithstanding Part 5(s) of the Schedule, this Confirmation supplements, forms part of, and is subject to, the ISDA Master Agreement dated as of June 8, 2016 (identified on page 1 thereof as the “Covered Bonds 2002 Master Agreement (Series CBL14)”), as amended, varied, restated 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 Amended and Restated Master Definitions and Construction Agreement dated July 14, 2016, 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 by an amending agreement dated September 7, 2017 and as amended, varied, restated 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: June 21, 2018.
- Effective Date: The Contingent CB Swap Effective Date; provided that the Effective Date will be such date on which a Covered Bond Swap Activation Event occurs if (a) Party A is also the lender under the Intercompany Loan Agreement, (b)(A) a Contingent Collateral Trigger Event has occurred in respect of Party A, (B) a Contingent Collateral Notice is in effect in respect of such Contingent Collateral Trigger Event and (C) within 10 Toronto Business Days of the occurrence of such Contingent Collateral Trigger Event and for so long as a Contingent Collateral Trigger Event continues to exist, Party B has Contingent Collateral in respect of this Agreement, and (c) the Asset Coverage Test or the Amortization Test, as applicable continues to be satisfied.
- Termination Date: Unless terminated earlier by a Covered Bond Swap Early Termination Event, the earlier of:
- (a) the Final Maturity Date for (or, if earlier, the date of redemption in whole, but not in part, of) the final Tranche of Series CBL14 or, if Party B notifies Party A prior to such Final Maturity Date of its inability to pay in full Guaranteed Amounts corresponding to the Final Redemption Amount for such final Tranche of Series, the final date on which an amount representing the Final Redemption Amount for such final Tranche of Series is paid (but in any event, not later than the Extended Due for Payment Date for such final Tranche of Series, if any) (the “**Scheduled Termination Date**”); and
  - (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, as modified by the Final

## Terms for Series CBL14 Tranche 3.

Business Days:	Toronto
Calculation Period	In respect of Party B Amounts, each Guarantor Calculation Period and in respect of Party A Amounts, each Swap Provider Calculation Period.
Guarantor Calculation Period	Each period from and including the last Business Day of each month to, but excluding, the last Business Day of the next succeeding month, provided that (a) the first Guarantor Calculation Period begins on, and includes, the Effective Date, and (b) the final Guarantor Calculation Period shall end on, but exclude, the Termination Date.
<b>Party B Amounts</b>	
Floating Rate Payer:	Party B.
Party B Payment Date:	Each Guarantor Payment Date, commencing the first such date following the first Calculation Date which occurs after the Effective Date.
Party B Payment Amount:	On each Party B Payment Date, Party B will pay in Canadian Dollars to Party A the product of: <ul style="list-style-type: none"> <li>(a) the Party B Notional Amount for the Guarantor Calculation Period ending immediately preceding such Guarantor Payment Date;</li> <li>(b) Party B Day Count Fraction; and</li> <li>(c) the Party B Floating Rate.</li> </ul>
Party B Notional Amount:	For each Guarantor Calculation Period, the Party A Notional Amount on the first day of such Guarantor Calculation Period.
Party B Day Count Fraction:	Act/365 (Fixed)
Party B Business Day Convention:	Following.
Party B Floating Rate:	Party B Floating Rate Option <i>plus</i> Party B Base Spread.
Party B Floating Rate Option:	CAD-BA-CDOR.
Party B Designated Maturity:	1 month.

Party B Reset Dates: The first day of each Guarantor Calculation Period.

Party B Base Spread: ■ per cent. per annum.

### **Party A Amounts**

Fixed Rate Payer: Party A.

Party A Notional Amount: In respect of each Swap Provider Calculation Period, CAD 500,000,000 *minus* the aggregate of each portion the Final Redemption Amount for Series CBL14 Tranche 3 that Party B paid on or prior to the first day of such Swap Provider Calculation Period.

Swap Provider Calculation Period: Each period from and including a Swap Provider Payment Date to, but excluding, the next following applicable Swap Provider Payment Date, except that (a) the initial Swap Provider Calculation Period will commence on, and include, the Effective Date and (b) the final Swap Provider Calculation Period will end on, but exclude, the Scheduled Termination Date.

Swap Provider Payment Dates: On or prior to the Final Maturity Date, 8<sup>th</sup> day of June and December of each year, commencing the first such date after the Effective Date up to and including the Final Maturity Date for Series CBL14, and thereafter, the 8<sup>th</sup> of each month up to and including the Scheduled Termination Date (which, for greater certainty, may be a date other than the 8<sup>th</sup> of the month).

Party A Payment Amount: On each Swap Provider Payment Date on or prior to the Final Maturity Date for Series CBL14, Party A will pay to Party B the product of:

- (a) the Party A Notional Amount for the Swap Provider Calculation Period ending on, but excluding, such Swap Provider Payment Date;
- (b) the Party A Fixed Rate Day Count Fraction for the Swap Provider Calculation Period ending on such Swap Provider Payment Date; and
- (c) the Party A Fixed Rate.

On each Swap Provider Payment Date after the Final Maturity Date for Series CBL14, Party A will

pay to Party B the product of:

- (a) the Party A Notional Amount for the Swap Provider Calculation Period ending on, but excluding, such Swap Provider Payment Date;
- (b) the Party A Floating Rate Day Count Fraction for the Swap Provider Calculation Period ending on such Swap Provider Payment Date; and
- (c) the Party A Floating Rate

Party A Fixed Rate:	1.68% per annum
Party A Fixed Rate Day Count Fraction:	Actual/Actual (Canadian Compound Method), which means when calculating interest for a full semi-annual interest period, the day count convention is 30/360 and when calculating for a period that is shorter than the full semi-annual interest period, the day count convention is Actual/365 (Fixed)
Party A Floating Rate	The greater of (a) Party A Floating Rate Option plus Party A Spread and (b) zero
Party A Floating Rate Option	CAD-BA-CDOR
Designated Maturity:	1 month
Party A Spread:	Plus 0.66% per annum
Party A Reset Dates:	The first day of each applicable Swap Provider Calculation Period.
Party A Floating Rate Day Count Fraction:	Actual/365 (Fixed)
Party A Business Day Convention:	On or prior to the Final Maturity Date, Following, provided that no adjustment will be made to the end date in respect of a Swap Provider Calculation Period even if such end date occurs on a day that is not a Business Day and after the Final Maturity Date, Modified Following.

### **Other Provisions**

Calculation Agent: Party A.

**Account Details**

Account for payments to Party A in CAD:

Bank:

The Toronto-Dominion Bank

SWIFT:

[REDACTED]

Branch Transit:

[REDACTED]

Beneficiary account number:

[REDACTED]

For further credit to:

[REDACTED]

[REDACTED]

Account for payments to Party B in CAD:

Such account as directed by Party B.

**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: \_\_\_\_\_ "*Cameron Joynt*"

Name: Cameron Joynt

Title: Associate Vice-President, Funding, 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: \_\_\_\_\_ "*Cameron Joynt*"

Name: Cameron Joynt

Title: Vice President