

Banking Basics For Students

Financial Habits for a Brighter Tomorrow

July 2022

Scotiabank® 
StartRight®
PROGRAM FOR NEWCOMERS

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Agenda

- 01** Let's Talk Money
- 02** Managing Your Finances
- 03** What Scotiabank Can Do For You
- 04** Appendix

Money Matters



We understand the bigger picture of planning for school. We provide international students with advice and tools to help you understand and manage your money.



Banking Basics for Students

Lets Talk Money



Understanding Chequing Accounts and Savings Accounts



Chequing Account

A place to keep money that you are planning to spend

- Withdraw your money quickly and easily
- Small interest on deposits
- Safe place to keep funds*



Savings Account

A place to safely keep money until you need it

- Safe place to keep funds that are not required on a day-to-day basis*
- Savings accounts pay a bit more interest than chequing
- High interest savings account can help you earn more on your deposit

* Your money is protected through the Canada Deposit Insurance Corporation (CDIC) up to \$100,000.

Chequing Account - Tips to Manage your Money

A chequing account helps you manage day-to-day expenses

A chequing account allows you to withdraw your money quickly and easily and helps you manage your day-to-day banking transactions.

- Payroll can be deposited into this account automatically.
- Easily access your funds using cheques, a debit card or e-transfer.
- Can set up automatic transfers to savings account or investments.
- Can pay bills or setup recurring payments e.g., monthly bills.
- Can make purchases at retailers with your debit card or online.
- Transactions update instantly and can be accessed through online and mobile banking



TIP:

Several Scotiabank chequing accounts can earn rewards like free food, free movies, and free travel.

Savings Account – Setting Multiple Savings Goals

Have a savings plan.

Split up your savings according to your goals:

- **Short term** – e.g., a vacation, a new phone/laptop, a concert, emergency fund
- **Medium term** – e.g., vehicle, post grad degree, grad trip/gap year, home downpayment
- **Long term** – e.g., retirement or a large purchase

Save regularly.

Set up a regular automatic monthly contribution on your account to ensure your savings grow

- For more information on automatic savings check out this [Scotiabank video](#).



TIP:

Work with an advisor to plan out your savings goals as part of your overall financial plan.

What is Available to You?

<p>Products</p>	<p><i>Getting There Savings Program® for Youth</i> <i>A worry-free account matched for student life</i></p>	<p><i>Student Banking Advantage® Plan</i> <i>Start building healthy financial habits early</i></p>
<p>Requirements</p>	<ul style="list-style-type: none"> • Under 19 Years of Age 	<ul style="list-style-type: none"> • Post-Secondary Student (Proof of Enrollment)
<p>Features of Products</p>	<ul style="list-style-type: none"> • Unlimited debit transactions • Unlimited <i>Interac</i> e-Transfer[†] transactions • Scene+™ Program - Earn rewards on debit transactions • No monthly account fees 	<ul style="list-style-type: none"> • Unlimited debit transactions • Unlimited <i>Interac</i> e-Transfer[†] transactions • Scene+™ Program - Earn rewards on debit transactions • No monthly account fees

Terms and conditions apply to the benefits featured and are subject to change.



How can I Access Money in My Account?



Debit card / Bank card



Automated Bank Machines (ABM) – Cash
Withdrawal



Pay bills and transfer money online with an mobile
banking app



Branch



Preauthorized debit (for monthly bills)



Cheque

How to Write a Cheque

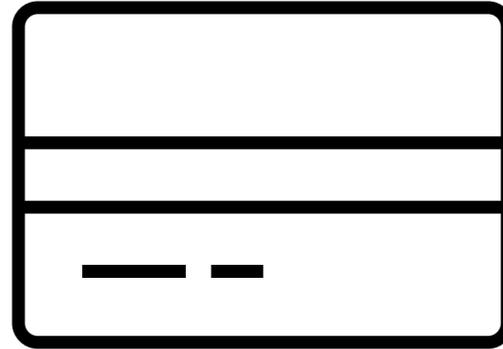
Sample Canadian Cheque

The image shows a sample Canadian cheque with the following fields and labels:

- Your name and address:** MR. JOHN DOE, 123 CEDAR ST, TORONTO, ON M5K 3B4
- Enter name of person or business to whom payment is being made:** PAY TO THE ORDER OF
- Cheque Number:** 020
- Date:** DATE (with fields for D, D, M, M, Y, Y, Y, Y)
- Numeric dollar amount:** \$
- Written dollar amount:** /100 DOLLARS
- Scotiabank branch address:** THE BANK OF NOVA SCOTIA, www.scotiabank.com, 1-800-4-SCOTIA, SCOTIA PLAZA, 44 KING STREET W. AT BAY, TORONTO, ONTARIO M5H 1H1
- Payment description:** MEMO
- Your signature:** MP
- Bottom MICR line:**
 - Cheque Number:** 020
 - Scotiabank Transit Number:** 000000
 - Scotiabank Institution Code:** 002
 - Your Scotiabank Account Number:** 0000000000000000

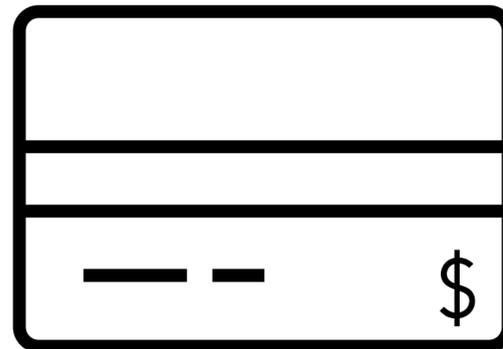


Understanding Debit Cards and Credit Cards



Debit Card / Bank Card

- Gives you access to your chequing and saving accounts
- Used at POS (point of sale) terminals to pay for purchases at retailers
- Used to set up and access online and mobile banking for banking convenience



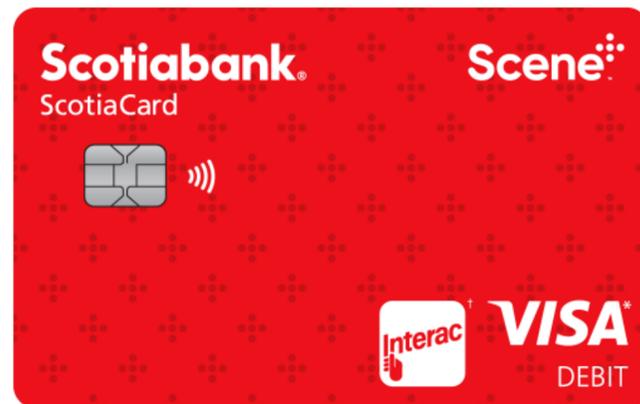
Credit Card

- Make purchases using money the bank lends to you rather than paying cash
- Used at POS (point of sale) terminals to pay for purchases at retailers
- Generally, no interest is charged as long as monthly balance is paid in full (exception – cash advances)
- Pre-authorized payments can be set up at no cost

Why Pay When it Can Be Free?

EARNING POINTS

Scene+ ScotiaCard Debit Card



- Earn 1 Scene+ point for every \$5 spent on everyday purchases
- Earn 1 Scene+ point for every \$1 spent on purchases made at Cineplex

WAYS TO REDEEM



Travel



**Shopping and gift
cards**



Points for credit



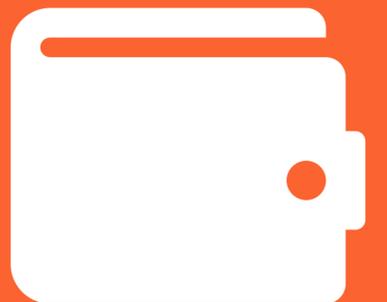
Dining



Entertainment

Banking Basics for Students

Managing Your Finances



Budgeting

Setting financial goals and monitoring them regularly is one of the keys to a **strong financial future**

One of the ways to plan for a successful financial future is to understand where you are today. It is important to develop a reasonable budget that will help you to manage your daily expenses while still setting aside money for the future.

Budgets should be customized to your lifestyle and goals, here are some guidelines to consider:



Pay yourself first and setup automatic savings contributions



Ensure you have enough money to cover your everyday costs as well as plan for those unexpected expenses



Allow for unexpected costs – set aside an emergency fund (see slide on Savings)



Set reasonable and achievable goals and monitor your progress regularly



TIP: Create a plan and stick to it

Saving doesn't happen automatically – it requires a plan. A spending plan or budget will help you keep track of and manage your expenses. Tools like Squeeze Play on www.fundyourfuture.ca can help you discover how you can spend wisely.

Cost Saving Ideas



Consider a monthly transit pass vs. single fare tickets.



Buy used textbooks vs. new ones.



Download free 'lite version' apps for your Smartphone.



Don't pay for more data than you would ever use in a month.

Bank The Rest® - Save While You Spend

Bank The Rest® Savings Program

Scotiabank wants to help you save as much as you can, as fast as you can. A great way to do that is through our *Bank The Rest*® program!

- The *Bank The Rest* program is available to ScotiaCard cardholders with both a chequing and savings account.
- Automatically rounds up your debit card transactions to the nearest \$1 or \$5 and the rest is “banked” to your savings account.

How it Works



Select

When you enrol in Bank the Rest®, you select whether you want your everyday debit purchases to be rounded up to the next multiple of \$1 or \$5



Spend

Use your Scotia debit card for all your everyday purchases and it'll be rounded up to the amount you chose when you enrolled.



Save

Automatically pocket the difference between your total purchase amount and the round up amount you chose in your Money Master account.

Building Good Credit History

In Canada, credit history is a measure of your credit-worthiness: your reputation for paying bills on time and paying back money you have borrowed.

WHAT IS A CREDIT RATING?

Your credit worthiness is assigned a number and changes each month based on your recent behaviour. Credit ratings (also called 'credit scores') are **between 300 (starting out) to 900 (highest credit-worthiness)**. In Canada, companies like TransUnion and Equifax monitor and report on consumer credit ratings.



How to Build Good Credit History

A good credit history will help you when you're making a large purchase, such as a car, home or when starting a new business.

- 1 Get a credit card to build your credit history. Limit yourself to a maximum of one or two credit cards. Having too many cards can negatively affect your rating.
- 2 Pay your bills in full and on time each month. Check your monthly account statement to make sure it is correct.
- 3 Check your credit report regularly and make sure any closed credit cards or loans are no longer on your report.
- 4 Don't spend more than your credit limit.
- 5 Don't accept or use any form of credit unless you are comfortable with the terms and conditions of that product.

More Do's and Don'ts of Building Credit History

Do	Don't
✓ Get a credit card to build your credit history	✗ Don't accept or use any form of credit until you understand and are comfortable with its terms and conditions
✓ Try to pay your bills in full, or at least make the minimum payment	✗ Don't go over the credit limit on your credit card
✓ Make sure that your monthly account statement is correct	✗ Don't wait to report any unauthorized transactions on your account
✓ Pay your bills on time	✗ Don't use your credit card to supplement your monthly cash flow
✓ Limit yourself to a maximum of one or two credit cards	✗ Don't spend more than your budget allows for
✓ Know what your credit report says about you	✗ Don't be afraid to ask for help. There are local agencies that provide free and confidential credit counseling

Protecting Yourself from Fraud

E-mail Fraud / Phishing:

- E-mails, text messages and websites sent by criminals and designed to look like they come from well-known and trusted businesses, financial institutions and government agencies in an attempt to collect personal and financial information.

How to Protect Yourself:

- Do not respond to unexpected websites or unsolicited emails that request personal information. If in doubt, contact your financial institution directly
- Report any suspicious requests to your financial institution.



Financial institutions will **never** ask for your password, Personal Identification Number (PIN), credit card, account numbers, etc. through unsolicited email.
To report suspected fraud, contact the Canadian Anti-Fraud Centre (CAFC) .

How to Avoid These Common Financial Mistakes When You're New to Canada

1. Not creating a budget for life in Canada

- Common Canadian expenses include:
- Monthly rent (apartment, home, condominium)
- Public transit (bus, subway)
- Car loan and gas payments

2. Not building your credit history

- A credit history is very important for major life events. A credit score is something you will need to apply for a mortgage, get a loan or a financing plan in Canada.

3. Missing bill payment deadlines

- A great tool to help you stay ahead is Scotiabank's Pre-Authorized Payments, which allows you to pay bills automatically and on time.

4. Not filing taxes on time

- Missing the deadline to file your taxes may result in interest or penalties.

5. Not asking for help

- Missing the deadline to file your taxes may result in interest or penalties.



How to Find a Job as a Young Newcomer in Canada

1. Gain Canadian work experience

- Co-operative Education
- Job Fairs

2. Improve English language skills

3. Develop a resume

4. Missing bill payment deadlines

5. Create/update your LinkedIn profile

6. Networking



To access more articles and information, please visit the [Startright Page](#).

Student Resources

Scotiabank & yconic

- Scotiabank provide financial awards, from contests and scholarships, to high school and post-secondary students across Canada.

Fundyourfuture.ca

- The site offers great advice from Scotiabank on topics like how to create a budget, the best methods for building credit, and other student banking solutions
- Try our Student Budget Calculator tool and take control of your money.

Visit www.scotiabank.com/startright to open your account and find out more on how we can help you make student life a little easier

Banking with Scotiabank

What Scotiabank can do for you



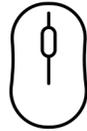
About Scotiabank

- Strength, integrity, and service for more than 180 years
- Scotiabank is the third largest bank in Canada, and among the 25 largest and soundest banks in the world [±]. We have a strong and growing foundation.
- Serving about 21 million customers in more than 55 countries worldwide.
- Scotiabank is a founding member of the Global ATM Alliance. That means our customers can access 50,000 cash machines in over 40 countries without access fees and surcharges[¥].
- Our 86,000 Scotiabank employees worldwide reflect the diversity of the communities where we operate. We actively recruit and welcome employees from a variety of communities



Scotiabank Corporate Headquarters,
Scotia Plaza, Toronto, ON, Canada

Ways to Bank with Us

1 

Online Banking

Access accounts, transfer money, and bank whenever you want

4 

Telephone Banking

Bank 24 / 7 from any touch-tone phone

2 

Mobile Banking

Manage, move and monitor your money using your mobile phone

5 

Branches

In-person service, 55 languages, at over 1,100 branches across Canada

3 

Bank Machines

Get cash, pay bills, or review accounts at nearly 4,000 banking machines (ABMs)

6 

Global ATM Alliance

Access your money around the world at over 50,000 cash machines worldwide

Corporate Social Responsibility

Here are some ways that Scotiabank supports the global community:

- \$15 million investment to help provide young people in the GTA a strong start
- \$1 million donation to help build teenage girls' confidence through physical activity
- 10% growth in our Aboriginal customer base in Canada
- 140,000+ small business customers served in Mexico
- 34% women in senior leadership roles globally
- \$8.5 billion in financing to the renewable energy sector globally



Scotiabank is proud to have been recognized for our strong ESG performance through awards, inclusion on global indices, and other recognitions. Internationally, these include:

MEMBER OF
Dow Jones Sustainability Indices
In Collaboration with RobecoSAM



Questions?



Thank you!

Start Right Here.

For more information on the *Scotiabank StartRight* Program, visit:

Your nearest Scotiabank branch

www.scotiabank.com/startright

Toll Free: 1-866-800-5159

Scotiabank  ***StartRight***[®]
PROGRAM FOR NEWCOMERS

Appendix

Helpful Links

- **Student Webinars:**
 - [How to bank in Canada as an International Student](#)
- **Student Articles:**
 - **Settling in Canada:**
 - [Banking as an international student](#)
 - [Settle in Canada as international student](#)
 - [Adjusting to Life in Canada as international student](#)
 - **Budgeting/Saving/Finances/Taxes:**
 - [Budgeting tips for students](#)
 - [How to manage financial stress as a student](#)
 - [Student tax return](#)
 - [How to budget for the school year](#)
 - [4 unexpected costs to keep in mind as a student](#)
 - [Plan for your financial future in your 20s](#)
 - [What you should know about credit card fraud as a student](#)
 - **Car Buying/Leasing:**
 - [How much does it really cost to own a car](#)
 - [New vs. used cars](#)
 - **Social/Campus Life:**
 - [Hosting your first friendsgiving](#)
 - [Eating healthy on a budget at school](#)
 - [How to make the most of your time off](#)
 - [3 ways to get involved in campus life](#)
- **Studying:**
 - [9 ways to study better for your exams](#)
- **Housing/Move:**
 - [Moving to your student housing](#)
 - [Renting a place as a student](#)
- **Rewards:**
 - [How to take advantage of reward points \(Scene+\) as a student](#)
- **Jobs/Career:**
 - [Job Interviews 101](#)
 - [Career hunting tips from grads](#)
 - [How to find the best summer jobs](#)
 - [What people learned from their first job out of school](#)
 - [Hacks to find your side hustle in school](#)
- **Post Grad:**
 - [Budgeting for a post-grad degree](#)
- **Student Banking Packages:**
 - [Student Banking Details](#)
 - [Student scene bundle](#)
- **Advice Matter Magazine – Newcomer Edition**
 - Read and learn about Financial basics, Saving and Investing by downloading [Scotiabank Advice Matters Magazine – Newcomer edition](#)