Caisse centrale Desjardins Legislative Covered Bond Programme Monthly Investor Report

Calculation Date : 08/31/2016

This report contains information regarding loans or other assets, as the case may be, (the Cover Pool) securing the obligations under the covered bonds issued by La Caisse centrale Desjardins du Québec (CCDQ or Caisse centrale Desjardins) under the Caisse centrale Desjardins Legislative Covered Bond Programme (the Programme) as of the indicated Calculation Date. The composition of the Cover Pool will change as Loans are added and removed from the Cover Pool from time to time and, accordingly, the characteristics and performance of the Loans will vary over time.

THE COVERED BONDS HAVE NOT BEEN APPROVED OR DISAPPROVED BY CANADA MORTGAGE AND HOUSING CORPORATION (CMHC) NOR HAS CMHC PASSED UPON THE ACCURACY OR ADEQUACY OF THIS REPORT. THE COVERED BONDS ARE NOT INSURED OR GUARANTEED BY CMHC OR THE GOVERNMENT OF CANADA OR ANY OTHER AGENCY THEREOF.

The Cover Pool is owned by CCDQ Covered Bond (Legislative) Guarantor Limited Partnership (Guarantor LP), which has no liabilities or claims outstanding against it other than those relating to the Programme. For further information, please refer to Caisse centrale Desjardins' website maintained in respect of the Programme at :
http://www.desjardins.com/ca/about-us/investor-relations/fixed-income-investors/ccd-covered-bonds-terms-access/index.jsp

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In this report, currency amounts are stated in Canadian dollars ("$"), unless otherwise specified.

Programme Information

Series	Initial Principal Amount	Translation Rate	C$ Equivalent	Expected Maturity	Legal Final Maturity	Coupon Rate	Rate Type	Maturity Type
CBL1	EUR 1 000 000 000	1.52400	$1 524 000 000	2019-03-11	2020-03-11	1.125%	Fixed	Soft Bullet
CBL2	EUR 1 000 000 000	1.44475	$1 444 750 000	2019-10-22	2020-10-22	0.375%	Fixed	Soft Bullet
CBL3	EUR 1 000 000 000	1.42700	$1 427 000 000	2020-11-25	2021-11-25	0.375%	Fixed	Soft Bullet
Total			$4 395 750 000					

Weighted Average Maturity of Outstanding Covered Bonds (months)	39.41
Weighted Average Remaining Term of Loans in Cover Pool (months)	29.71

Series Ratings	Moody's	Fitch
CBL1	Aaa	AAA
CBL2	Aaa	AAA
CBL3	Aaa	AAA

Supplementary Information

Parties

Issuer	Caisse centrale Desjardins
Guarantor	CCDQ Covered Bond (Legislative) Guarantor Limited Partnership
Servicer & Cash Manager	Caisse centrale Desjardins
Swap Providers	Caisse centrale Desjardins
Bond Trustee & Custodian	Computershare Trust Company of Canada
Cover Pool Monitor	PricewaterhouseCoopers
Account Bank & GIC Provider	Caisse centrale Desjardins
Standby Account Bank & GIC Provider	Royal Bank of Canada
Paying Agent	The Bank of New York Mellon, London Branch

Caisse centrale Desjardins Credit Rating

	Moody's	Fitch	DBRS	S&P
Senior Debt	Aa2	AA-	AA	A+
Subordinated Debt (CapDes)	A2	A+	AA(low)	A
Short-Term	P-1	F1+	R-1H	A-1
Rating Outlook	Negative	Stable	Negative	Stable

Applicable Ratings of Standby Account Bank & Standby GIC Provider (RBC)

	Moody's	Fitch	DBRS
Senior Debt	P-1	F1+ / AA	R-1(high) / AA

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Supplementary Information (continued)

Description of Ratings Triggers

For any trigger where both a short-term and a long-term ratings level are specified for a particular rating agency separated by (i) "or", the consequences are triggered when either such level is breached, and (ii) "and", the consequences are triggered when both such levels are breached.

A. Party Replacement

If the rating(s) of the Party falls below the level stipulated below, such party is required to be replaced or in the case of the Swap Providers transfer credit support and replace itself or obtain a guarantee for its obligations.

Role (Current Party)	Moody's	Fitch
Account Bank & GIC Provider (CCDQ)	P-1	F1 or A
Standby Account Bank & GIC Provider (RBC)	P-1	F1 or A
Cash Manager (CCDQ)	P-2	F2
Servicer (CCDQ)	Baa2	F2
Interest Rate Swap Providers (CCDQ)	P-2 and A3	F3 or BBB-
Covered Bond Swap Providers (CCDQ)	P-2 and A3	F3 or BBB-
Title Holder on Hypothecs (Mortgages) (CCDQ)	Baa1	BBB-

B.Specified Rating Related Action

i. The following actions are required if the rating of the Cash Manager (CCDQ) falls below the stipulated rating

	Moody's	Fitch
(a) Amounts held by the Cash Manager belonging to the Guarantor are required to be deposited directly into the Transaction Account or the GIC *Account as applicable within 5 business days*	P-1	F1 or A
(b) Amounts received by the Servicer are to be deposited directly to the GIC Account and not provided to the Cash Manager	P-1	F1 or A

ii. The following actions are required if the rating of the Servicer (CCDQ) falls below the stipulated rating

	Moody's	Fitch
a) Servicer is required to transfer amounts to belonging to the Guarantor, the Cash Manager or GIC Account, as applicable, within 2 business days	P-1	F1 or A

iii. The following actions are required if the rating of the Issuer (CCDQ) falls below the stipulated rating

	Moody's	Fitch
(a) Repayment of the Demand Loan	N/A	F2 or BBB+
(b) Establishment of the Reserve Fund	P-1	F1 or A
(c) Fund Pre-Maturity Liquidity Required Amount on Hard Bullet Covered Bonds	P-1	F1+

iv. The following actions are required if the rating of the Issuer (CCDQ) falls below the stipulated rating

	Moody's	Fitch
(a) Cashflows will be exchanged under the Covered Bond Swap Agreement (to the extent not already occurring) except as otherwise provided in the Covered Bond Swap Agreement	Baa1	BBB+

v. Each Swap Provider is required to replace itself, transfer credit support or obtain a guarantee of its obligations if the rating of such Swap Provider falls below the specified rating

	Moody's	Fitch
(a) Interest Rate Swap Provider	P-1 and A2 [(1)]	F1 or A
(b) Covered Bond Swap Provider	P-1 and A2 [(1)]	F1 or A

[(1)] If no short-term rating, long-term trigger is A1

Events of Default & Test Compliance

Issuer Event of Default	No
Guarantor Event of Default	No

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Asset Coverage Test (C$)

Outstanding Covered Bonds	**$4 395 750 000**		
A = lower of (i) LTV Adjusted True Balance	$6 004 558 988	A(i) :	$6 421 767 739
(ii) Asset Percentage Adjusted True Balance		A(ii) :	$6 004 558 988
B = Principal Receipts	$0		
C = Cash Capital Contributions	$0	Asset Percentage :	93.50%
D = Substitute Assets	$0	Minimum Asset Percentage :	80.00%
E = Reserve Fund	$0	Maximum Asset Percentage :	97.00%
Y = Contingent Collateral Amount	$0		
Z = Negative Carry Factor Calculation	$72 222 167		
Total: A + B + C + D + E - Y - Z	**$5 932 336 822**		
Asset Coverage Test	**Pass**		

Valuation Calculation Test (C$)

Trading Value of Covered Bonds	**$4 507 765 350**		
A = lower of (i) Present Value of the relevant Loan [1]	$6 373 172 432	A(i) :	$6 373 172 432
(ii) 80% of the Latest Valuation relating to that Loan		A(ii) :	$11 969 820 093
B = Principal Receipts	$0		
C = Cash Capital Contributions	$0		
D = Trading Value of any Substitute Assets	$0		
E = Reserve Fund	$0		
F = Trading Value of Swap Collateral	$0		
Total: A + B + C + D + E + F	**$6 373 172 432**		
The actual weighted average rate used for discounting is	3.682%		

[1] Present value of expected future cash flows of Loans using current market interest rates offered to Desjardins clients.

Intercompany Loan Balance

Guarantee Loan	$4 704 893 836
Demand Loan	$1 721 452 110
Total	**$6 426 345 947**

Covered Bonds Outstanding vs AMF Covered Bond Limit

Covered Bonds Currently Outstanding (CAD Equivalent)	
Issued under the Structured Covered Bond Programme [1]	$1 493 550 000
Issued under the Legislative Covered Bond Programme	$4 395 750 000
Total for both programmes	$5 889 300 000
AMF Covered Bond Limit (CAD Equivalent) [2]	$7 314 500 000

[1] Covered Bonds issued under the Structured Covered Bond Programme do not form part of the Legislative Covered Bond Programme, nor do they benefit from the Covered Bond Legislative Framework.
[2] The current maximum supervisory limit set by the Autorité des marchés financiers (the "AMF"), the regulatory body which supervises the issuance of covered bonds by Caisse centrale Desjardins from a prudential standpoint, is Euro 5 billion.

Cover Pool Summary Statistics

Previous Month Ending Balance ($)	$6 259 245 231		
Current Month Ending Balance ($)	$6 426 345 947		
Number of Mortgage Loans	54 307		
Average Loan Balance ($)	$118 334		
Number of Properties	54 307		
Number of Borrowers	52 415		
	Original		**Indexed**
Weighted Average Current LTV	58.78%		54.51%
Weighted Average Original LTV	68.53%		
Weighted Average Authorized LTV	68.53%		
Weighted Average Rate	2.86%		
Weighted Average Original Term	48.43	(months)	
Weighted Average Remaining Term	29.71	(months)	
Weighted Average Seasoning	18.73	(months)	
Weighted Average Maturity of Outstanding Covered Bonds	39.41	(months)	

Provincial Distribution

Province	Number of Loans	Percentage	Principal Balance	Percentage
Québec	54 307	100.00%	$6 426 345 947	100.00%
Ontario	0	0.00%	$0	0.00%
Grand Total	**54 307**	**100.00%**	**$6 426 345 947**	**100.00%**

Credit Score Distribution

Credit Score	Number of Loans	Percentage	Principal Balance	Percentage
Score Unavailable	346	0.64%	$57 494 488	0.89%
599 and below	941	1.73%	$114 893 644	1.79%
600 - 650	2 380	4.38%	$309 549 738	4.82%
651 - 700	5 897	10.86%	$779 207 315	12.13%
701 - 750	12 735	23.45%	$1 605 841 145	24.99%
751 - 800	19 068	35.11%	$2 227 588 561	34.66%
> 800	12 940	23.83%	$1 331 771 056	20.72%
Grand Total	**54 307**	**100.00%**	**$6 426 345 947**	**100.00%**

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Rate Type Distribution

Rate Type	Number of Loans	Percentage	Principal Balance	Percentage
Fixed rate	42 357	78.00%	$5 037 392 596	78.39%
Floating rate	11 950	22.00%	$1 388 953 350	21.61%
Grand Total	**54 307**	**100.00%**	**$6 426 345 947**	**100.00%**

Occupancy Type Distribution

Occupancy Type	Number of Loans	Percentage	Principal Balance	Percentage
Owner occupied	48 589	89.47%	$5 617 028 186	87.41%
Not owner occupied	5 718	10.53%	$809 317 761	12.59%
Grand Total	**54 307**	**100.00%**	**$6 426 345 947**	**100.00%**

Mortgage Asset Type Distribution

Asset type	Number of Loans	Percentage	Principal Balance	Percentage
Conventional Mortgage	54 307	100.00%	$6 426 345 947	100.00%
Versatile Loan	0	0.00%	$0	0.00%
Total	**54 307**	**100.00%**	**$6 426 345 947**	**100.00%**

Loan Interest Rate Distribution

Loan Interest Rate (in %)	Number of Loans	Percentage	Principal Balance	Percentage
< 2.0000	647	1.19%	$115 292 905	1.79%
2.0000 to 2.4999	5 887	10.84%	$969 643 732	15.09%
2.5000 to 2.9999	34 209	62.99%	$3 831 247 375	59.62%
3.0000 to 3.4999	8 544	15.73%	$957 892 518	14.91%
3.5000 to 3.9999	3 827	7.05%	$443 995 441	6.91%
4.0000 to 4.4999	575	1.06%	$54 412 041	0.85%
4.5000 to 4.9999	369	0.68%	$31 854 890	0.50%
5.0000 to 5.4999	167	0.31%	$15 248 869	0.24%
5.5000 to 5.9999	36	0.07%	$3 366 242	0.05%
6.0000 to 6.4999	21	0.04%	$1 879 330	0.03%
6.5000 to 6.9999	19	0.03%	$1 172 707	0.02%
> 7.0000	6	0.01%	$339 897	0.01%
Grand Total	**54 307**	**100.00%**	**$6 426 345 947**	**100.00%**

Remaining Term Distribution

Remaining Term (in months)	Number of Loans	Percentage	Principal Balance	Percentage
Less than 12	11 998	22.09%	$1 312 283 457	20.42%
12 - 23	11 288	20.79%	$1 277 139 381	19.87%
24 - 35	10 375	19.10%	$1 260 670 591	19.62%
36 - 47	12 462	22.95%	$1 504 085 016	23.40%
48 - 59	7 999	14.73%	$1 043 760 778	16.24%
60 - 71	109	0.20%	$17 932 321	0.28%
72 - 83	19	0.03%	$2 097 227	0.03%
84 and above	57	0.10%	$8 377 176	0.13%
Grand Total	**54 307**	**100.00%**	**$6 426 345 947**	**100.00%**

Remaining Principal Balance Distribution

Remaining Principal Balance (C$)	Number of Loans	Percentage	Principal Balance	Percentage
Less than 100 000	27 504	50.65%	$1 736 914 153	27.03%
100 000 - 149 999	12 898	23.75%	$1 590 560 289	24.75%
150 000 - 199 999	7 297	13.44%	$1 258 410 608	19.58%
200 000 - 249 999	3 176	5.85%	$705 702 712	10.98%
250 000 - 299 999	1 623	2.99%	$441 840 731	6.88%
300 000 - 349 999	854	1.57%	$275 537 314	4.29%
350 000 - 399 999	486	0.89%	$181 046 446	2.82%
400 000 - 449 999	215	0.40%	$90 770 745	1.41%
450 000 - 499 999	100	0.18%	$47 217 396	0.73%
500 000 - 549 999	66	0.12%	$34 488 619	0.54%
550 000 - 599 999	36	0.07%	$20 578 477	0.32%
600 000 - 649 999	13	0.02%	$8 079 220	0.13%
650 000 - 699 999	8	0.01%	$5 402 511	0.08%
700 000 - 749 999	7	0.01%	$5 138 654	0.08%
750 000 - 799 999	5	0.01%	$3 863 877	0.06%
800 000 - 849 999	7	0.01%	$5 813 251	0.09%
850 000 - 899 999	2	0.00%	$1 787 114	0.03%
900 000 - 949 999	0	0.00%	$0	0.00%
950 000 - 999 999	2	0.00%	$1 979 885	0.03%
1 000 000 and above	8	0.01%	$11 213 947	0.17%
Grand Total	**54 307**	**100.00%**	**$6 426 345 947**	**100.00%**

Property Type Distribution

Property Type	Number of Loans	Percentage	Principal Balance	Percentage
Detached	33 337	61.39%	$3 561 638 974	55.42%
Semi Detached	2 418	4.45%	$279 013 663	4.34%
Rows (Townhouse)	900	1.66%	$104 437 704	1.63%
Condominium	7 635	14.06%	$993 112 138	15.45%
Multiplex	6 250	11.51%	$1 009 669 097	15.71%
Secondary Homes [1]	3 767	6.94%	$478 474 372	7.45%
Other	0	0.00%	$0	0.00%
Grand Total	**54 307**	**100.00%**	**$6 426 345 947**	**100.00%**

(1) All Secondary Homes are "Detached". Secondary Homes can be a Cottage or Country house or Seasonal properties.

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Current Indexed LTV Distribution

Current Indexed LTV (in %)	Number of Loans	Percentage	Principal Balance	Percentage
<= 20.00	7 280	13.41%	$363 413 521	5.66%
20.01 - 25.00	3 550	6.54%	$242 202 468	3.77%
25.01 - 30.00	3 907	7.19%	$308 848 251	4.81%
30.01 - 35.00	3 788	6.98%	$333 681 630	5.19%
35.01 - 40.00	3 624	6.67%	$353 132 017	5.50%
40.01 - 45.00	3 467	6.38%	$381 812 777	5.94%
45.01 - 50.00	3 396	6.25%	$408 599 367	6.36%
50.01 - 55.00	3 474	6.40%	$446 740 592	6.95%
55.01 - 60.00	3 458	6.37%	$486 389 218	7.57%
60.01 - 65.00	3 555	6.55%	$551 913 534	8.59%
65.01 - 70.00	4 391	8.09%	$735 105 318	11.44%
70.01 - 75.00	5 685	10.47%	$985 846 063	15.34%
75.01 - 80.00	4 591	8.45%	$802 268 430	12.48%
> 80.00	141	0.26%	$26 392 761	0.41%
Grand Total	**54 307**	**100.00%**	**$6 426 345 947**	**100.00%**

Current Indexed LTV / Delinquency Distribution

Province of Quebec

Current Indexed LTV (in %)	Current and less than 30 days past due	30 to 59 days past due	60 to 89 days past due	90 or more days past due	Grand Total	Percentage
<= 20.00	$363 191 043	$222 479	$0	$0	$363 413 521	5.66%
20.01 - 25.00	$242 202 468	$0	$0	$0	$242 202 468	3.77%
25.01 - 30.00	$308 227 584	$354 934	$143 912	$121 821	$308 848 251	4.81%
30.01 - 35.00	$333 232 651	$448 979	$0	$0	$333 681 630	5.19%
35.01 - 40.00	$353 132 017	$0	$0	$0	$353 132 017	5.50%
40.01 - 45.00	$381 723 218	$35 929	$53 630	$0	$381 812 777	5.94%
45.01 - 50.00	$407 586 007	$488 297	$525 063	$0	$408 599 367	6.36%
50.01 - 55.00	$446 206 225	$445 736	$0	$88 631	$446 740 592	6.95%
55.01 - 60.00	$485 235 700	$977 667	$175 850	$0	$486 389 218	7.57%
60.01 - 65.00	$549 658 106	$895 719	$929 482	$430 228	$551 913 534	8.59%
65.01 - 70.00	$733 785 708	$688 307	$334 162	$297 141	$735 105 318	11.44%
70.01 - 75.00	$983 796 426	$904 267	$640 406	$504 964	$985 846 063	15.34%
75.01 - 80.00	$800 475 489	$1 278 605	$514 336	$0	$802 268 430	12.48%
> 80.00	$26 392 761	$0	$0	$0	$26 392 761	0.41%
Grand Total	**$6 414 845 404**	**$6 740 917**	**$3 316 841**	**$1 442 785**	**$6 426 345 947**	**100.00%**
Percentage	**99.82%**	**0.10%**	**0.05%**	**0.02%**	**100.00%**	

Province of Ontario

Current Indexed LTV (in %)	Current and less than 30 days past due	30 to 59 days past due	60 to 89 days past due	90 or more days past due	Grand Total	Percentage
<= 20.00	$0	$0	$0	$0	$0	0.00%
20.01 - 25.00	$0	$0	$0	$0	$0	0.00%
25.01 - 30.00	$0	$0	$0	$0	$0	0.00%
30.01 - 35.00	$0	$0	$0	$0	$0	0.00%
35.01 - 40.00	$0	$0	$0	$0	$0	0.00%
40.01 - 45.00	$0	$0	$0	$0	$0	0.00%
45.01 - 50.00	$0	$0	$0	$0	$0	0.00%
50.01 - 55.00	$0	$0	$0	$0	$0	0.00%
55.01 - 60.00	$0	$0	$0	$0	$0	0.00%
60.01 - 65.00	$0	$0	$0	$0	$0	0.00%
65.01 - 70.00	$0	$0	$0	$0	$0	0.00%
70.01 - 75.00	$0	$0	$0	$0	$0	0.00%
75.01 - 80.00	$0	$0	$0	$0	$0	0.00%
> 80.00	$0	$0	$0	$0	$0	0.00%
Grand Total	**$0**	**$0**	**$0**	**$0**	**$0**	**0.00%**
Percentage	**0.00%**	**0.00%**	**0.00%**	**0.00%**	**0.00%**	

Current Indexed LTV / Credit Score Distribution

Current Indexed LTV (in %)	599 and below	600 - 650	651 - 700	701 - 750	751 - 800	> 800	Score Unavailable	Grand Total	Percentage
<= 20.00	$1 806 025	$8 241 724	$20 384 274	$64 468 333	$137 942 834	$128 555 988	$2 014 343	$363 413 521	5.66%
20.01 - 25.00	$1 979 133	$6 312 876	$17 657 771	$48 344 887	$86 716 173	$80 230 112	$961 515	$242 202 468	3.77%
25.01 - 30.00	$5 059 057	$8 562 739	$24 091 552	$62 840 424	$115 047 057	$90 251 773	$2 995 649	$308 848 251	4.81%
30.01 - 35.00	$3 941 830	$12 351 251	$30 728 227	$71 328 463	$119 667 298	$93 187 590	$2 476 972	$333 681 630	5.19%
35.01 - 40.00	$4 885 910	$14 933 841	$34 388 370	$81 949 052	$126 859 806	$85 706 611	$4 408 427	$353 132 017	5.50%
40.01 - 45.00	$6 500 175	$17 152 578	$41 061 988	$86 619 559	$132 431 350	$91 812 773	$6 234 354	$381 812 777	5.94%
45.01 - 50.00	$10 668 386	$21 124 149	$48 730 888	$99 360 351	$139 877 031	$82 305 139	$6 533 421	$408 599 367	6.36%
50.01 - 55.00	$8 549 787	$23 508 988	$51 851 959	$114 706 918	$151 024 264	$90 739 189	$6 359 488	$446 740 592	6.95%
55.01 - 60.00	$8 082 340	$27 671 650	$60 074 126	$123 309 031	$163 282 436	$98 037 843	$5 931 791	$486 389 218	7.57%
60.01 - 65.00	$12 052 207	$31 244 425	$72 684 244	$140 086 437	$188 098 763	$98 759 906	$8 987 552	$551 913 534	8.59%
65.01 - 70.00	$16 639 239	$41 918 398	$101 128 362	$196 275 671	$246 590 243	$128 815 154	$3 738 252	$735 105 318	11.44%
70.01 - 75.00	$19 679 120	$54 937 680	$146 934 182	$271 035 027	$347 414 003	$141 775 706	$4 070 346	$985 846 063	15.34%
75.01 - 80.00	$15 050 436	$39 168 721	$125 315 502	$239 672 621	$262 957 829	$117 320 944	$2 782 378	$802 268 430	12.48%
> 80.00	$0	$2 420 719	$4 175 869	$5 844 371	$9 679 473	$4 272 328	$0	$26 392 761	0.41%
Grand Total	**$114 893 644**	**$309 549 738**	**$779 207 315**	**$1 605 841 145**	**$2 227 588 561**	**$1 331 771 056**	**$57 494 488**	**$6 426 345 947**	**100.00%**
Percentage	**1.79%**	**4.82%**	**12.13%**	**24.99%**	**34.66%**	**20.72%**	**0.89%**	**100.00%**	

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Cover Pool - Substitute Assets

Type	Canadian Government Bonds
CMHC Guide Limit [1]	$642 634 595

[1] The CMHC Guide limit Substitute Assets to 10% of the total Cover Pool Collateral.

Indexation Methodology

As of the date of this Investor Report, the Guarantor uses the methodology described below (which methodology is, as of the date hereof, the "Indexation Methodology"), to establish the current market loan to value ratios ("LTV ratio") of residential properties securing loans included in the Covered Bond Portfolio on a quarterly basis for purposes of the Asset Coverage Test, the Amortization Test, the Valuation Calculation and for other purposes as may be required by the CMHC Guide from time to time. Changes to the Indexation Methodology may only be made

(i) upon notice to CMHC and satisfaction of any other conditions specified by CMHC in relation thereto, (ii) if such change constitutes a material change, subject to Rating Agency Confirmation, and (iii) if such change is materially prejudicial to the Covered Bondholders, subject to the consent of the Bond Trustee. The Indexation Methodology must at all times comply with the requirements of the CMHC Guide.

The index used by the Guarantor to determine the updated market value of a Property is the Teranet-National Bank Regional and Property Type Sub-IndicesTM ("TNB RPTSIs"). The TNB RPTSIs product is available by subscription at www.housepriceindex.ca. This website and its contents do not form part of this Investor Report.

The TNB RPTSIs product is an independent representation of the rate of change of Canadian single-family home prices. The measurements are based on the property records of public land registries, grouped into individual Forward Sortation Areas (or clusters of FSAs). At this time all Properties in the Covered Bond Portfolio are located in FSAs covered by the TNB RPTSIs. Sub-indices are further segmented by property type (all types vs. single-detached homes vs. condominiums) in areas where this data is available. For areas where the TNB RPTSIs are not subdivided by property type, the Guarantor will use the all types sub-index.

All properties that have been sold at least twice are considered in the calculation of the TNB RPTSIs; this is known as the repeat sales methodology. Properties that are affected by endogenous factors are not considered in the estimation. These factors may include: a) nonarms-length sale, b) change of type of property, for example after renovations, c) data error, and d) high turnover frequency (biannual or higher). In the repeat sales methodology, the averaging of price appreciation from different pairs of sales is done using an estimation process in which each pair is a separate observation.

For purposes of the Covered Bond Portfolio, each Property is assigned an original index value based on its appraisal date or re-evaluation date, if more recent information is available. On at least a quarterly basis, the latest index value for a Property is compared to the original index value. The relative change is used to calculate an updated market value. This market value is used as the denominator in the current market LTV ratio.

Material risks associated with using the Indexation Methodology include, but are not limited to, the following: the accuracy, adequacy and timeliness of the TNB RPTSIs being relied upon; the consistency in underlying methodology of such TNB RPTSIs; the continued availability of the home sale price data provided to Teranet; and in the case of Properties located within the areas where the TNB RPTSIs are not subdivided by property type, the risk that the all-types sub-index may not account for differences in property value changes based on property type.

Teranet Inc. ("Teranet") has, jointly with National Bank of Canada ("NBC", and collectively with Teranet and their third party licensors, the "Licensors"), developed a methodology and algorithm to create a residential house price index. The Caisse centrale Desjardins du Québec Legislative Covered Bond Programme (the "Programme") is not endorsed, sold or promoted by the Licensors. None of the Licensors make any representation or warranty, express or implied, to the parties to the Programme or any member of the public regarding the advisability or recommendation of investing in the Programme particularly or concerning the results to be obtained from the TNB RPTSIs and the ability of such product to track the performance of the residential real estate and housing markets or concerning the extent to which the capital value or income return of the Programme matches or will match the performance of the TNB RPTSIs or the levels at which the TNB RPTSIs may stand at a particular date. The Licensors' only relationship to Fédération des Caisses Desjardins du Québec (the "Fédération") is the licensing of certain trademarks and trade names of the Licensors without regard to the Fédération or the Programme. The Licensors have no obligation to take the needs of the Fédération or the parties to the Programme into consideration in determining, composing or calculating the TNB RPTSIs. None of the Licensors is responsible for and none has participated in determining the pricing, quantities or timing of the execution of the Programme by the parties thereto or the assessment or method of settlement calculation therefor. The Licensors have no obligation or liability in connection with the administration, marketing or trading of the Programme.

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