Caisse centrale Desjardins Legislative Covered Bond Programme Monthly Investor Report

Calculation Date : 12/31/2016

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

Certain information set forth below has been obtained and based upon sources believed by Caisse centrale Desjardins to be accurate. However, Caisse centrale Desjardins makes no representation or warranty, expressed or implied, in relation to the accuracy, completeness or reliability of such information contained herein. Caisse centrale Desjardins assumes no liability for any errors or any reliance you place on the information provided herein.

This material is for distribution only under such circumstances as may be permitted by applicable law. This material is published solely for informational purposes and this report does not constitute an invitation or recommendation to invest or otherwise deal in, or an offer to sell or the solicitation of an offer to buy or subscribe for, any security. Reliance should not be placed on the information herein when making any decision to buy, hold or sell any security or for any other purpose.

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)	35.40
Weighted Average Remaining Term of Loans in Cover Pool (months)	28.86

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

Caisse centrale Desjardins Legislative Covered Bond Programme Monthly Investor Report

Calculation Date : 12/31/2016

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

Desjardins
Caisse centrale

Caisse centrale Desjardins Legislative Covered Bond Programme Monthly Investor Report

Calculation Date : 12/31/2016

Asset Coverage Test (C$)

Outstanding Covered Bonds	**$4 395 750 000**		
A = lower of (i) LTV Adjusted True Balance	$5 557 925 183	A(i) :	$5 943 814 806
(ii) Asset Percentage Adjusted True Balance		A(ii) :	$5 557 925 183
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	$64 895 917		
Total: A + B + C + D + E - Y - Z	**$5 493 029 266**		
Asset Coverage Test	**Pass**		

Valuation Calculation Test (C$)

Trading Value of Covered Bonds	**$4 480 726 898**		
A = lower of (i) Present Value of the relevant Loan [1]	$5 900 206 223	A(i) :	$5 900 206 223
(ii) 80% of the Latest Valuation relating to that Loan		A(ii) :	$11 287 274 586
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	**$5 900 206 223**		

The actual weighted average rate used for discounting is 3.625%

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

Intercompany Loan Balance

Guarantee Loan	$4 704 554 893
Demand Loan	$1 244 913 845
Total	**$5 949 468 738**

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]	$7 084 500 000

[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 ($)	$6 065 274 945	
Current Month Ending Balance ($)	$5 949 468 738	
Number of Mortgage Loans	51 434	
Average Loan Balance ($)	$115 672	
Number of Properties	51 432	
Number of Borrowers	49 692	
	Original	**Indexed**
Weighted Average Current LTV	57.88%	53.87%
Weighted Average Original LTV	68.38%	
Weighted Average Authorized LTV	68.38%	
Weighted Average Rate	2.86%	
Weighted Average Original Term	49.16 (months)	
Weighted Average Remaining Term	28.86 (months)	
Weighted Average Seasoning	20.29 (months)	
Weighted Average Maturity of Outstanding Covered Bonds	35.40 (months)	

Provincial Distribution

Province	Number of Loans	Percentage	Principal Balance	Percentage
Québec	51 434	100.00%	$5 949 468 738	100.00%
Ontario	0	0.00%	$0	0.00%
Grand Total	**51 434**	**100.00%**	**$5 949 468 738**	**100.00%**

Credit Score Distribution

Credit Score	Number of Loans	Percentage	Principal Balance	Percentage
Score Unavailable	322	0.63%	$52 810 912	0.89%
599 and below	866	1.68%	$104 938 770	1.76%
600 - 650	2 244	4.36%	$284 268 207	4.78%
651 - 700	5 462	10.62%	$711 002 115	11.95%
701 - 750	11 878	23.09%	$1 465 410 112	24.63%
751 - 800	18 061	35.11%	$2 058 361 683	34.60%
> 800	12 601	24.50%	$1 272 676 940	21.39%
Grand Total	**51 434**	**100.00%**	**$5 949 468 738**	**100.00%**

Desjardins
Caisse centrale

Caisse centrale Desjardins Legislative Covered Bond Programme Monthly Investor Report

Calculation Date : 12/31/2016

Rate Type Distribution

Rate Type	Number of Loans	Percentage	Principal Balance	Percentage
Fixed rate	40 347	78.44%	$4 686 654 291	78.77%
Floating rate	11 087	21.56%	$1 262 814 447	21.23%
Grand Total	**51 434**	**100.00%**	**$5 949 468 738**	**100.00%**

Occupancy Type Distribution

Occupancy Type	Number of Loans	Percentage	Principal Balance	Percentage
Owner occupied	46 075	89.58%	$5 202 277 638	87.44%
Not owner occupied	5 359	10.42%	$747 191 099	12.56%
Grand Total	**51 434**	**100.00%**	**$5 949 468 738**	**100.00%**

Mortgage Asset Type Distribution

Asset type	Number of Loans	Percentage	Principal Balance	Percentage
Conventional Mortgage	51 434	100.00%	$5 949 468 738	100.00%
Versatile Loan	0	0.00%	$0	0.00%
Total	**51 434**	**100.00%**	**$5 949 468 738**	**100.00%**

Loan Interest Rate Distribution

Loan Interest Rate (in %)	Number of Loans	Percentage	Principal Balance	Percentage
< 2.0000	550	1.07%	$88 953 415	1.50%
2.0000 to 2.4999	5 531	10.75%	$914 322 514	15.37%
2.5000 to 2.9999	33 511	65.15%	$3 672 268 662	61.72%
3.0000 to 3.4999	7 582	14.74%	$815 994 900	13.72%
3.5000 to 3.9999	3 275	6.37%	$370 501 075	6.23%
4.0000 to 4.4999	461	0.90%	$42 080 470	0.71%
4.5000 to 4.9999	317	0.62%	$27 592 044	0.46%
5.0000 to 5.4999	139	0.27%	$12 468 003	0.21%
5.5000 to 5.9999	32	0.06%	$2 795 517	0.05%
6.0000 to 6.4999	15	0.03%	$1 284 058	0.02%
6.5000 to 6.9999	15	0.03%	$871 378	0.01%
> 7.0000	6	0.01%	$336 701	0.01%
Grand Total	**51 434**	**100.00%**	**$5 949 468 738**	**100.00%**

Remaining Term Distribution

Remaining Term (in months)	Number of Loans	Percentage	Principal Balance	Percentage
Less than 12	10 116	19.67%	$1 055 312 961	17.74%
12 - 23	12 837	24.96%	$1 499 343 340	25.20%
24 - 35	9 986	19.42%	$1 174 054 517	19.73%
36 - 47	12 276	23.87%	$1 471 429 493	24.73%
48 - 59	6 122	11.90%	$736 283 123	12.38%
60 - 71	27	0.05%	$3 203 144	0.05%
72 - 83	19	0.04%	$2 083 087	0.04%
84 and above	51	0.10%	$7 759 074	0.13%
Grand Total	**51 434**	**100.00%**	**$5 949 468 738**	**100.00%**

Remaining Principal Balance Distribution

Remaining Principal Balance (C$)	Number of Loans	Percentage	Principal Balance	Percentage
Less than 100 000	26 781	52.07%	$1 662 258 993	27.94%
100 000 - 149 999	12 030	23.39%	$1 483 564 599	24.94%
150 000 - 199 999	6 653	12.94%	$1 146 013 342	19.26%
200 000 - 249 999	2 909	5.66%	$646 515 548	10.87%
250 000 - 299 999	1 443	2.81%	$392 794 705	6.60%
300 000 - 349 999	777	1.51%	$250 499 358	4.21%
350 000 - 399 999	432	0.84%	$160 646 990	2.70%
400 000 - 449 999	188	0.37%	$79 208 267	1.33%
450 000 - 499 999	86	0.17%	$40 632 144	0.68%
500 000 - 549 999	56	0.11%	$29 322 283	0.49%
550 000 - 599 999	31	0.06%	$17 794 622	0.30%
600 000 - 649 999	11	0.02%	$6 834 180	0.11%
650 000 - 699 999	6	0.01%	$4 027 442	0.07%
700 000 - 749 999	7	0.01%	$5 084 300	0.09%
750 000 - 799 999	6	0.01%	$4 614 318	0.08%
800 000 - 849 999	6	0.01%	$4 953 302	0.08%
850 000 - 899 999	3	0.01%	$2 669 168	0.04%
900 000 - 949 999	0	0.00%	$0	0.00%
950 000 - 999 999	3	0.01%	$2 946 774	0.05%
1 000 000 and above	6	0.01%	$9 088 404	0.15%
Grand Total	**51 434**	**100.00%**	**$5 949 468 738**	**100.00%**

Property Type Distribution

Property Type	Number of Loans	Percentage	Principal Balance	Percentage
Detached	31 585	61.41%	$3 289 798 427	55.30%
Semi Detached	2 309	4.49%	$260 828 790	4.38%
Rows (Townhouse)	853	1.66%	$95 899 703	1.61%
Condominium	7 287	14.17%	$932 772 757	15.68%
Multiplex	5 850	11.37%	$926 298 112	15.57%
Secondary Homes [1]	3 548	6.90%	$443 594 926	7.46%
Other	2	0.00%	$276 024	0.00%
Grand Total	**51 434**	**100.00%**	**$5 949 468 738**	**100.00%**

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

Desjardins
Caisse centrale

Caisse centrale Desjardins Legislative Covered Bond Programme Monthly Investor Report

Calculation Date : 12/31/2016

Current Indexed LTV Distribution

Current Indexed LTV (in %)	Number of Loans	Percentage	Principal Balance	Percentage
<= 20.00	7 401	14.39%	$355 008 408	5.97%
20.01 - 25.00	3 456	6.72%	$234 926 671	3.95%
25.01 - 30.00	3 712	7.22%	$290 143 761	4.88%
30.01 - 35.00	3 574	6.95%	$310 092 240	5.21%
35.01 - 40.00	3 429	6.67%	$333 637 276	5.61%
40.01 - 45.00	3 273	6.36%	$364 840 254	6.13%
45.01 - 50.00	3 206	6.23%	$379 289 856	6.38%
50.01 - 55.00	3 263	6.34%	$415 098 849	6.98%
55.01 - 60.00	3 273	6.36%	$463 183 514	7.79%
60.01 - 65.00	3 387	6.59%	$532 791 740	8.96%
65.01 - 70.00	4 324	8.41%	$719 911 296	12.10%
70.01 - 75.00	5 239	10.19%	$901 635 662	15.15%
75.01 - 80.00	3 636	7.07%	$606 673 941	10.20%
> 80.00	261	0.51%	$42 235 269	0.71%
Grand Total	**51 434**	**100.00%**	**$5 949 468 738**	**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	$354 796 649	$211 759	$0	$0	$355 008 408	5.97%
20.01 - 25.00	$234 608 087	$318 584	$0	$0	$234 926 671	3.95%
25.01 - 30.00	$289 815 515	$271 366	$56 880	$0	$290 143 761	4.88%
30.01 - 35.00	$309 965 878	$0	$0	$126 362	$310 092 240	5.21%
35.01 - 40.00	$333 311 396	$237 283	$88 598	$0	$333 637 276	5.61%
40.01 - 45.00	$364 840 254	$0	$0	$0	$364 840 254	6.13%
45.01 - 50.00	$377 619 666	$1 034 075	$636 115	$0	$379 289 856	6.38%
50.01 - 55.00	$414 316 776	$782 073	$0	$0	$415 098 849	6.98%
55.01 - 60.00	$462 399 486	$725 114	$58 914	$0	$463 183 514	7.79%
60.01 - 65.00	$531 435 090	$623 844	$429 698	$303 108	$532 791 740	8.96%
65.01 - 70.00	$717 996 352	$1 040 357	$535 072	$339 516	$719 911 296	12.10%
70.01 - 75.00	$899 943 050	$1 065 740	$435 824	$191 047	$901 635 662	15.15%
75.01 - 80.00	$605 834 096	$839 845	$0	$0	$606 673 941	10.20%
> 80.00	$42 235 269	$0	$0	$0	$42 235 269	0.71%
Grand Total	**$5 939 117 565**	**$7 150 039**	**$2 241 101**	**$960 033**	**$5 949 468 738**	**100.00%**
Percentage	**99.83%**	**0.12%**	**0.04%**	**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	$2 027 304	$7 546 429	$20 364 769	$60 846 638	$136 374 209	$125 669 476	$2 179 584	$355 008 408	5.97%
20.01 - 25.00	$1 502 947	$5 773 394	$16 093 529	$47 711 089	$87 022 087	$75 838 261	$985 365	$234 926 671	3.95%
25.01 - 30.00	$3 586 431	$8 803 014	$21 576 007	$58 412 578	$106 431 954	$88 808 925	$2 524 851	$290 143 761	4.88%
30.01 - 35.00	$3 724 122	$11 581 625	$28 608 660	$64 792 263	$112 066 980	$86 515 166	$2 803 424	$310 092 240	5.21%
35.01 - 40.00	$4 750 770	$14 417 487	$33 063 707	$76 193 451	$114 940 783	$86 262 058	$4 009 020	$333 637 276	5.61%
40.01 - 45.00	$6 482 958	$17 526 684	$38 907 043	$83 365 834	$127 258 386	$85 106 632	$6 192 717	$364 840 254	6.13%
45.01 - 50.00	$8 973 895	$20 280 594	$41 648 859	$90 284 150	$128 386 181	$84 167 404	$5 548 774	$379 289 856	6.38%
50.01 - 55.00	$9 723 634	$21 377 592	$51 440 693	$105 698 147	$136 977 832	$84 007 847	$5 873 105	$415 098 849	6.98%
55.01 - 60.00	$7 591 760	$26 750 644	$54 329 242	$118 180 993	$157 269 238	$92 880 931	$6 180 707	$463 183 514	7.79%
60.01 - 65.00	$11 403 048	$30 021 472	$71 146 020	$135 315 049	$181 760 917	$95 573 047	$7 572 187	$532 791 740	8.96%
65.01 - 70.00	$15 437 912	$40 743 791	$103 736 055	$186 261 138	$247 148 715	$123 053 231	$3 530 454	$719 911 296	12.10%
70.01 - 75.00	$17 873 746	$48 312 269	$128 326 977	$251 097 058	$307 422 505	$144 446 273	$4 156 835	$901 635 662	15.16%
75.01 - 80.00	$11 499 189	$28 586 796	$94 596 450	$174 056 382	$203 550 650	$93 130 584	$1 253 890	$606 673 941	10.20%
> 80.00	$361 054	$2 546 416	$7 164 104	$13 195 341	$11 751 247	$7 217 107	$0	$42 235 269	0.71%
Grand Total	**$104 938 770**	**$284 268 207**	**$711 002 115**	**$1 465 410 112**	**$2 058 361 683**	**$1 272 676 940**	**$52 810 912**	**$5 949 468 738**	**100.00%**
Percentage	**1.76%**	**4.78%**	**11.95%**	**24.63%**	**34.60%**	**21.39%**	**0.89%**	**100.00%**	

Caisse centrale Desjardins Legislative Covered Bond Programme Monthly Investor Report

Calculation Date : 12/31/2016

Cover Pool - Substitute Assets

Type	Canadian Government Bonds
CMHC Guide Limit [1]	$594 946 874

[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.

None of the Licensors or any of their affiliates guarantees the adequacy, accuracy, timeliness or completeness of the TNB RPTSIs or any data included therein, or any communications related thereto. None of the Licensors or any of their affiliates shall be subject to any damages or liabilities for any errors, omissions or delays of the dissemination of the TNB RPTSIs. None of the Licensors or any of their affiliates makes express or implied warranties, and each of them expressly disclaims all warranties or merchantability or fitness for a particular purpose or use with respect to the TNB RPTSIs or any data included therein. Without limiting any of the foregoing, in no event whatsoever shall the Licensors or any of their affiliates be liable for any direct, special, incidental, punitive or consequential damages, including but not limited to loss of profits, trading losses, lost time or goodwill, even if they have been advised of the possibility of such damages, whether in contract, tort, strict liability or otherwise. The Teranet-National Bank Regional and Property Type Sub-IndicesTM is the trademark of Teranet and NBC, and has been licensed for use by the Fédération.