# Caisse centrale Desjardins Legislative Covered Bond Programme Monthly Investor Report

Calculation Date : 10/31/2016

*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 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.*

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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) | 37.41 |
| Weighted Average Remaining Term of Loans in Cover Pool (months) | 29.33 |

| 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 |

# Caisse centrale Desjardins Legislative Covered Bond Programme Monthly Investor Report

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## Asset Coverage Test (C$)

| | | | |
|---|---|---|---|
| **Outstanding Covered Bonds** | **$4 395 750 000** | | |
| A = lower of (i) LTV Adjusted True Balance | $5 776 082 150 | A(i) : | $6 177 502 734 |
| (ii) Asset Percentage Adjusted True Balance | | A(ii) : | $5 776 082 150 |
| 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 | $68 559 042 | | |
| **Total: A + B + C + D + E - Y - Z** | **$5 707 523 109** | | |
| Asset Coverage Test | **Pass** | | |

## Valuation Calculation Test (C$)

| | | | |
|---|---|---|---|
| **Trading Value of Covered Bonds** | **$4 490 997 848** | | |
| A = lower of (i) Present Value of the relevant Loan [1] | $6 131 089 704 | A(i) : | $6 131 089 704 |
| (ii) 80% of the Latest Valuation relating to that Loan | | A(ii) : | $11 618 678 026 |
| 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** | **$6 131 089 704** | | |
| The actual weighted average rate used for discounting is | 3.653% | | |

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

## Intercompany Loan Balance

| | |
|---|---|
| Guarantee Loan | $4 704 911 171 |
| Demand Loan | $1 477 073 328 |
| **Total** | **$6 181 984 499** |

## 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] | $7 360 500 000 |

[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 ($) | $6 300 331 875 | | |
| Current Month Ending Balance ($) | $6 181 984 499 | | |
| Number of Mortgage Loans | 52 802 | | |
| Average Loan Balance ($) | $117 079 | | |
| Number of Properties | 52 802 | | |
| Number of Borrowers | 50 995 | | |
| | **Original** | | **Indexed** |
| Weighted Average Current LTV | 58.32% | | 54.17% |
| Weighted Average Original LTV | 68.44% | | |
| Weighted Average Authorized LTV | 68.44% | | |
| Weighted Average Rate | 2.86% | | |
| Weighted Average Original Term | 48.79 | (months) | |
| Weighted Average Remaining Term | 29.33 | (months) | |
| Weighted Average Seasoning | 19.46 | (months) | |
| Weighted Average Maturity of Outstanding Covered Bonds | 37.41 | (months) | |

## Provincial Distribution

| Province | Number of Loans | Percentage | Principal Balance | Percentage |
|---|---|---|---|---|
| Québec | 52 802 | 100.00% | $6 181 984 499 | 100.00% |
| Ontario | 0 | 0.00% | $0 | 0.00% |
| **Grand Total** | **52 802** | **100.00%** | **$6 181 984 499** | **100.00%** |

## Credit Score Distribution

| Credit Score | Number of Loans | Percentage | Principal Balance | Percentage |
|---|---|---|---|---|
| Score Unavailable | 339 | 0.64% | $55 787 409 | 0.90% |
| 599 and below | 889 | 1.68% | $108 343 373 | 1.75% |
| 600 - 650 | 2 298 | 4.35% | $294 956 829 | 4.77% |
| 651 - 700 | 5 685 | 10.77% | $741 493 635 | 11.99% |
| 701 - 750 | 12 258 | 23.22% | $1 537 365 129 | 24.87% |
| 751 - 800 | 18 496 | 35.03% | $2 133 208 992 | 34.51% |
| > 800 | 12 837 | 24.31% | $1 310 829 132 | 21.20% |
| **Grand Total** | **52 802** | **100.00%** | **$6 181 984 499** | **100.00%** |

Desjardins
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# Caisse centrale Desjardins Legislative Covered Bond Programme Monthly Investor Report

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## Rate Type Distribution

| Rate Type | Number of Loans | Percentage | Principal Balance | Percentage |
|---|---|---|---|---|
| Fixed rate | 41 249 | 78.12% | $4 854 264 366 | 78.52% |
| Floating rate | 11 553 | 21.88% | $1 327 720 133 | 21.48% |
| **Grand Total** | **52 802** | **100.00%** | **$6 181 984 499** | **100.00%** |

## Occupancy Type Distribution

| Occupancy Type | Number of Loans | Percentage | Principal Balance | Percentage |
|---|---|---|---|---|
| Owner occupied | 47 257 | 89.50% | $5 402 866 170 | 87.40% |
| Not owner occupied | 5 545 | 10.50% | $779 118 330 | 12.60% |
| **Grand Total** | **52 802** | **100.00%** | **$6 181 984 499** | **100.00%** |

## Mortgage Asset Type Distribution

| Asset type | Number of Loans | Percentage | Principal Balance | Percentage |
|---|---|---|---|---|
| Conventional Mortgage | 52 802 | 100.00% | $6 181 984 499 | 100.00% |
| Versatile Loan | 0 | 0.00% | $0 | 0.00% |
| **Total** | **52 802** | **100.00%** | **$6 181 984 499** | **100.00%** |

## Loan Interest Rate Distribution

| Loan Interest Rate (in %) | Number of Loans | Percentage | Principal Balance | Percentage |
|---|---|---|---|---|
| < 2.0000 | 587 | 1.11% | $98 133 791 | 1.59% |
| 2.0000 to 2.4999 | 5 681 | 10.76% | $943 258 295 | 15.26% |
| 2.5000 to 2.9999 | 33 834 | 64.08% | $3 750 470 585 | 60.67% |
| 3.0000 to 3.4999 | 8 099 | 15.34% | $890 791 850 | 14.41% |
| 3.5000 to 3.9999 | 3 522 | 6.67% | $402 777 928 | 6.52% |
| 4.0000 to 4.4999 | 514 | 0.97% | $47 684 712 | 0.77% |
| 4.5000 to 4.9999 | 343 | 0.65% | $29 756 919 | 0.48% |
| 5.0000 to 5.4999 | 148 | 0.28% | $13 316 289 | 0.22% |
| 5.5000 to 5.9999 | 33 | 0.06% | $2 951 688 | 0.05% |
| 6.0000 to 6.4999 | 17 | 0.03% | $1 494 913 | 0.02% |
| 6.5000 to 6.9999 | 18 | 0.03% | $1 009 238 | 0.02% |
| > 7.0000 | 6 | 0.01% | $338 290 | 0.01% |
| **Grand Total** | **52 802** | **100.00%** | **$6 181 984 499** | **100.00%** |

## Remaining Term Distribution

| Remaining Term (in months) | Number of Loans | Percentage | Principal Balance | Percentage |
|---|---|---|---|---|
| Less than 12 | 11 110 | 21.04% | $1 187 845 318 | 19.21% |
| 12 - 23 | 12 257 | 23.21% | $1 417 009 861 | 22.92% |
| 24 - 35 | 9 837 | 18.63% | $1 180 044 613 | 19.09% |
| 36 - 47 | 12 502 | 23.68% | $1 493 607 179 | 24.16% |
| 48 - 59 | 6 980 | 13.22% | $887 775 786 | 14.36% |
| 60 - 71 | 42 | 0.08% | $5 398 190 | 0.09% |
| 72 - 83 | 21 | 0.04% | $2 286 739 | 0.04% |
| 84 and above | 53 | 0.10% | $8 016 813 | 0.13% |
| **Grand Total** | **52 802** | **100.00%** | **$6 181 984 499** | **100.00%** |

## Remaining Principal Balance Distribution

| Remaining Principal Balance (C$) | Number of Loans | Percentage | Principal Balance | Percentage |
|---|---|---|---|---|
| Less than 100 000 | 27 089 | 51.30% | $1 696 378 243 | 27.44% |
| 100 000 - 149 999 | 12 468 | 23.61% | $1 537 069 977 | 24.86% |
| 150 000 - 199 999 | 6 951 | 13.16% | $1 197 790 066 | 19.38% |
| 200 000 - 249 999 | 3 035 | 5.75% | $674 315 163 | 10.91% |
| 250 000 - 299 999 | 1 535 | 2.91% | $417 700 855 | 6.76% |
| 300 000 - 349 999 | 825 | 1.56% | $266 145 038 | 4.31% |
| 350 000 - 399 999 | 459 | 0.87% | $170 778 077 | 2.76% |
| 400 000 - 449 999 | 206 | 0.39% | $86 881 253 | 1.41% |
| 450 000 - 499 999 | 92 | 0.17% | $43 450 543 | 0.70% |
| 500 000 - 549 999 | 60 | 0.11% | $31 387 483 | 0.51% |
| 550 000 - 599 999 | 32 | 0.06% | $18 327 748 | 0.30% |
| 600 000 - 649 999 | 12 | 0.02% | $7 428 127 | 0.12% |
| 650 000 - 699 999 | 7 | 0.01% | $4 706 027 | 0.08% |
| 700 000 - 749 999 | 7 | 0.01% | $5 111 942 | 0.08% |
| 750 000 - 799 999 | 6 | 0.01% | $4 638 568 | 0.08% |
| 800 000 - 849 999 | 6 | 0.01% | $4 983 354 | 0.08% |
| 850 000 - 899 999 | 2 | 0.00% | $1 778 893 | 0.03% |
| 900 000 - 949 999 | 0 | 0.00% | $0 | 0.00% |
| 950 000 - 999 999 | 3 | 0.01% | $2 963 742 | 0.05% |
| 1 000 000 and above | 7 | 0.01% | $10 149 401 | 0.16% |
| **Grand Total** | **52 802** | **100.00%** | **$6 181 984 499** | **100.00%** |

## Property Type Distribution

| Property Type | Number of Loans | Percentage | Principal Balance | Percentage |
|---|---|---|---|---|
| Detached | 32 394 | 61.35% | $3 419 607 358 | 55.32% |
| Semi Detached | 2 353 | 4.46% | $268 578 411 | 4.34% |
| Rows (Townhouse) | 880 | 1.67% | $100 522 942 | 1.63% |
| Condominium | 7 462 | 14.13% | $963 473 601 | 15.59% |
| Multiplex | 6 054 | 11.47% | $968 968 885 | 15.67% |
| Secondary Homes [1] | 3 658 | 6.93% | $460 761 441 | 7.45% |
| Other | 1 | 0.00% | $71 861 | 0.00% |
| **Grand Total** | **52 802** | **100.00%** | **$6 181 984 499** | **100.00%** |

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

Desjardins
Caisse centrale

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## Current Indexed LTV Distribution

| Current Indexed LTV (in %) | Number of Loans | Percentage | Principal Balance | Percentage |
|---|---|---|---|---|
| <= 20.00 | 7 334 | 13.89% | $358 510 598 | 5.80% |
| 20.01 - 25.00 | 3 505 | 6.64% | $236 819 053 | 3.83% |
| 25.01 - 30.00 | 3 854 | 7.30% | $304 123 971 | 4.92% |
| 30.01 - 35.00 | 3 663 | 6.94% | $320 946 673 | 5.19% |
| 35.01 - 40.00 | 3 516 | 6.66% | $340 829 778 | 5.51% |
| 40.01 - 45.00 | 3 377 | 6.40% | $372 193 904 | 6.02% |
| 45.01 - 50.00 | 3 317 | 6.28% | $399 153 841 | 6.46% |
| 50.01 - 55.00 | 3 365 | 6.37% | $431 267 045 | 6.98% |
| 55.01 - 60.00 | 3 339 | 6.32% | $470 372 710 | 7.61% |
| 60.01 - 65.00 | 3 473 | 6.58% | $537 870 853 | 8.70% |
| 65.01 - 70.00 | 4 336 | 8.21% | $722 417 335 | 11.69% |
| 70.01 - 75.00 | 5 618 | 10.64% | $968 475 519 | 15.67% |
| 75.01 - 80.00 | 4 025 | 7.62% | $704 416 192 | 11.39% |
| > 80.00 | 80 | 0.15% | $14 587 028 | 0.24% |
| **Grand Total** | **52 802** | **100.00%** | **$6 181 984 499** | **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 | $358 345 875 | $106 147 | $58 575 | $0 | $358 510 598 | 5.80% |
| 20.01 - 25.00 | $236 662 445 | $121 056 | $35 552 | $0 | $236 819 053 | 3.83% |
| 25.01 - 30.00 | $303 574 904 | $498 905 | $50 162 | $0 | $304 123 971 | 4.92% |
| 30.01 - 35.00 | $320 636 822 | $309 850 | $0 | $0 | $320 946 673 | 5.19% |
| 35.01 - 40.00 | $340 829 778 | $0 | $0 | $0 | $340 829 778 | 5.51% |
| 40.01 - 45.00 | $371 563 445 | $630 460 | $0 | $0 | $372 193 904 | 6.02% |
| 45.01 - 50.00 | $398 130 637 | $705 731 | $317 473 | $0 | $399 153 841 | 6.46% |
| 50.01 - 55.00 | $430 433 744 | $371 466 | $395 389 | $66 447 | $431 267 045 | 6.98% |
| 55.01 - 60.00 | $469 622 513 | $346 867 | $275 829 | $127 501 | $470 372 710 | 7.61% |
| 60.01 - 65.00 | $536 728 568 | $1 026 494 | $115 791 | $0 | $537 870 853 | 8.70% |
| 65.01 - 70.00 | $720 534 164 | $833 452 | $804 888 | $244 831 | $722 417 335 | 11.69% |
| 70.01 - 75.00 | $967 402 395 | $1 073 124 | $0 | $0 | $968 475 519 | 15.67% |
| 75.01 - 80.00 | $703 418 372 | $517 344 | $193 458 | $287 018 | $704 416 192 | 11.39% |
| > 80.00 | $14 587 028 | $0 | $0 | $0 | $14 587 028 | 0.24% |
| **Grand Total** | **$6 172 470 690** | **$6 540 895** | **$2 247 117** | **$725 797** | **$6 181 984 499** | **100.00%** |
| **Percentage** | **99.85%** | **0.11%** | **0.04%** | **0.01%** | **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 | $1 616 699 | $7 466 732 | $21 179 836 | $61 798 011 | $135 862 181 | $128 408 967 | $2 178 171 | $358 510 598 | 5.80% |
| 20.01 - 25.00 | $2 263 441 | $5 898 846 | $16 354 364 | $47 518 754 | $85 137 194 | $78 817 193 | $829 262 | $236 819 053 | 3.83% |
| 25.01 - 30.00 | $4 043 268 | $8 787 757 | $23 227 396 | $60 492 869 | $113 835 632 | $90 389 000 | $3 348 048 | $304 123 971 | 4.92% |
| 30.01 - 35.00 | $4 103 119 | $11 349 805 | $29 773 381 | $68 147 479 | $113 495 422 | $92 139 433 | $1 938 034 | $320 946 673 | 5.19% |
| 35.01 - 40.00 | $4 940 685 | $14 264 843 | $36 353 806 | $78 593 855 | $119 463 481 | $82 307 287 | $4 905 820 | $340 829 778 | 5.51% |
| 40.01 - 45.00 | $5 157 113 | $16 944 062 | $41 128 264 | $83 684 493 | $129 078 351 | $89 980 748 | $6 220 875 | $372 193 904 | 6.02% |
| 45.01 - 50.00 | $9 946 467 | $21 161 442 | $48 490 994 | $93 468 164 | $132 823 646 | $87 437 779 | $5 825 349 | $399 153 841 | 6.46% |
| 50.01 - 55.00 | $9 470 226 | $21 568 227 | $53 515 066 | $108 185 590 | $145 782 272 | $86 954 499 | $5 791 164 | $431 267 045 | 6.98% |
| 55.01 - 60.00 | $8 464 245 | $25 647 411 | $56 327 125 | $120 448 523 | $160 268 376 | $93 554 317 | $5 662 713 | $470 372 710 | 7.61% |
| 60.01 - 65.00 | $12 350 301 | $31 847 775 | $67 488 556 | $134 711 943 | $187 548 538 | $95 371 735 | $8 552 006 | $537 870 853 | 8.70% |
| 65.01 - 70.00 | $15 115 592 | $41 702 563 | $98 668 024 | $196 730 166 | $236 854 451 | $129 384 940 | $3 961 600 | $722 417 335 | 11.69% |
| 70.01 - 75.00 | $19 664 673 | $52 739 831 | $138 386 017 | $268 518 145 | $337 890 110 | $147 470 874 | $3 805 868 | $968 475 519 | 15.67% |
| 75.01 - 80.00 | $11 098 334 | $34 182 783 | $108 230 643 | $211 749 167 | $229 772 008 | $106 614 756 | $2 768 501 | $704 416 192 | 11.39% |
| > 80.00 | $109 211 | $1 394 750 | $2 370 164 | $3 317 969 | $5 397 330 | $1 997 604 | $0 | $14 587 028 | 0.24% |
| **Grand Total** | **$108 343 373** | **$294 956 829** | **$741 493 635** | **$1 537 365 129** | **$2 133 208 992** | **$1 310 829 132** | **$55 787 409** | **$6 181 984 499** | **100.00%** |
| **Percentage** | **1.75%** | **4.77%** | **11.99%** | **24.87%** | **34.51%** | **21.20%** | **0.90%** | **100.00%** | |

# Caisse centrale Desjardins Legislative Covered Bond Programme Monthly Investor Report

Calculation Date : 10/31/2016

## Cover Pool - Substitute Assets

| | |
|---|---|
| Type | Canadian Government Bonds |
| CMHC Guide Limit [1] | $618 198 450 |

*[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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