FCDQ Legislative Covered Bond Programme Monthly Investor Report

Calculation Date : 06/30/2017

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 Fédération des caisses Desjardins du Québec (FCDQ) under the Fédération des caisses Desjardins du Québec 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 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 Fédération des caisses Desjardins du Québec to be accurate. However, Fédération des caisses Desjardins du Québec makes no representation or warranty, expressed or implied, in relation to the accuracy, completeness or reliability of such information contained herein. Fédération des caisses Desjardins du Québec 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. Past performance should not be taken as an indication or guarantee of future performance, and no representation or warranty, express or implied, is made regarding future performance.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	ISIN	Initial Principal Amount	Translation Rate	C$ Equivalent	Expected Maturity	Legal Final Maturity	Coupon Rate	Rate Type	Maturity Type
CBL1	XS1041750404	EUR 1 000 000 000	1.52400	$1 524 000 000	2019-03-11	2020-03-11	1.125%	Fixed	Soft Bullet
CBL2	XS1125546454	EUR 1 000 000 000	1.44475	$1 444 750 000	2019-10-22	2020-10-22	0.375%	Fixed	Soft Bullet
CBL3	XS1324916151	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)	29.45
Weighted Average Remaining Term of Loans in Cover Pool (months)	28.57

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

Supplementary Information

Parties

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

Fédération des caisses Desjardins du Québec Credit Rating

	Moody's	Fitch	DBRS	S&P
Senior Debt	Aa2	AA-	AA	A+
Subordinated Debt (CapDes)	A2	A+	AAL	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-1H / AA

Desjardins

FCDQ Legislative Covered Bond Programme Monthly Investor Report

Calculation Date : 06/30/2017

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

B.Specified Rating Related Action

i. The following actions are required if the rating of the Cash Manager (FCDQ) 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 (FCDQ) 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 (FCDQ) 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 (FCDQ) 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

FCDQ Legislative Covered Bond Programme Monthly Investor Report

Calculation Date : 06/30/2017

Asset Coverage Test (C$)

Outstanding Covered Bonds	**$4 395 750 000**		
A = lower of (i) LTV Adjusted True Balance	$5 414 852 474	A(i) :	$5 948 860 824
(ii) Asset Percentage Adjusted True Balance		A(ii) :	$5 414 852 474
B = Principal Receipts	$0		
C = Cash Capital Contributions	$0	Asset Percentage :	91.00%
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	$53 906 542		
Total: A + B + C + D + E - Y - Z	**$5 360 945 933**		
Asset Coverage Test	**Pass**		

Valuation Calculation Test (C$)

Trading Value of Covered Bonds	**$4 465 994 245**		
A = lower of (i) Present Value of the relevant Loan [1]	$5 895 661 457	A(i) :	$5 895 661 457
(ii) 80% of the Latest Valuation relating to that Loan		A(ii) :	$10 767 280 387
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	**$5 895 661 457**		
The actual weighted average rate used for discounting is	3.582%		

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

Intercompany Loan Balance

Guarantee Loan	$4 833 614 368
Demand Loan	$1 149 623 795
Total	**$5 983 238 162**

Covered Bonds Outstanding vs AMF Covered Bond Limit

Covered Bonds Currently Outstanding (CAD Equivalent) Issued under the Legislative Covered Bond Programme	$4 395 750 000
AMF Covered Bond Limit [1]	$8 831 305 446

[1] *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 Federation des caisses Desjardins du Québec from a prudential standpoint, is 4 % of the Total Assets of Desjardins Group.*

Cover Pool Summary Statistics

Previous Month Ending Balance ($)	$6 084 415 900		
Current Month Ending Balance ($)	$5 983 238 162		
Number of Mortgage Loans	50 672		
Average Loan Balance ($)	$118 078		
Number of Properties	50 673		
Number of Borrowers	48 935		
	Original		**Indexed**
Weighted Average Current LTV	58.14%		55.56%
Weighted Average Original LTV	68.31%		
Weighted Average Authorized LTV	68.31%		
Weighted Average Rate	2.82%		
Weighted Average Original Term	49.07	(months)	
Weighted Average Remaining Term	28.57	(months)	
Weighted Average Seasoning	20.50	(months)	
Weighted Average Maturity of Outstanding Covered Bonds	29.45	(months)	

Provincial Distribution

Province	Number of Loans	Percentage	Principal Balance	Percentage
Québec	50 672	100.00%	$5 983 238 162	100.00%
Ontario	0	0.00%	$0	0.00%
Grand Total	**50 672**	**100.00%**	**$5 983 238 162**	**100.00%**

Credit Score Distribution

Credit Score	Number of Loans	Percentage	Principal Balance	Percentage
Score Unavailable	272	0.54%	$43 751 445	0.73%
599 and below	934	1.84%	$116 946 809	1.95%
600 - 650	2 296	4.53%	$298 852 662	4.99%
651 - 700	5 407	10.67%	$719 100 619	12.02%
701 - 750	11 767	23.22%	$1 479 569 296	24.73%
751 - 800	17 706	34.94%	$2 067 109 433	34.55%
> 800	12 290	24.25%	$1 257 907 898	21.02%
Grand Total	**50 672**	**100.00%**	**$5 983 238 163**	**100.00%**

Desjardins

FCDQ Legislative Covered Bond Programme Monthly Investor Report

Calculation Date : 06/30/2017

Rate Type Distribution

Rate Type	Number of Loans	Percentage	Principal Balance	Percentage
Fixed rate	40 138	79.21%	$4 742 591 301	79.26%
Floating rate	10 534	20.79%	$1 240 646 862	20.74%
Grand Total	**50 672**	**100.00%**	**$5 983 238 163**	**100.00%**

Occupancy Type Distribution

Occupancy Type	Number of Loans	Percentage	Principal Balance	Percentage
Owner occupied	44 741	88.30%	$5 138 339 106	85.88%
Not owner occupied	5 931	11.70%	$844 899 057	14.12%
Grand Total	**50 672**	**100.00%**	**$5 983 238 162**	**100.00%**

Mortgage Asset Type Distribution

Asset type	Number of Loans	Percentage	Principal Balance	Percentage
Conventional Mortgage	50 672	100.00%	$5 983 238 162	100.00%
Versatile Loan	0	0.00%	$0	0.00%
Total	**50 672**	**100.00%**	**$5 983 238 162**	**100.00%**

Loan Interest Rate Distribution

Loan Interest Rate (in %)	Number of Loans	Percentage	Principal Balance	Percentage
< 2.0000	603	1.19%	$92 001 579	1.54%
2.0000 to 2.4999	6 019	11.88%	$1 035 833 137	17.31%
2.5000 to 2.9999	34 433	67.95%	$3 806 529 868	63.62%
3.0000 to 3.4999	6 172	12.18%	$672 188 475	11.23%
3.5000 to 3.9999	2 700	5.33%	$309 926 957	5.18%
4.0000 to 4.4999	350	0.69%	$31 432 306	0.53%
4.5000 to 4.9999	240	0.47%	$22 322 264	0.37%
5.0000 to 5.4999	98	0.19%	$8 758 177	0.15%
5.5000 to 5.9999	24	0.05%	$1 992 011	0.03%
6.0000 to 6.4999	17	0.03%	$1 296 824	0.02%
6.5000 to 6.9999	12	0.02%	$759 623	0.01%
> 7.0000	4	0.01%	$196 942	0.00%
Grand Total	**50 672**	**100.00%**	**$5 983 238 163**	**100.00%**

Remaining Term Distribution

Remaining Term (in months)	Number of Loans	Percentage	Principal Balance	Percentage
Less than 12	9 913	19.56%	$1 056 473 996	17.66%
12 - 23	12 190	24.06%	$1 469 876 899	24.57%
24 - 35	12 001	23.68%	$1 389 981 283	23.23%
36 - 47	10 408	20.54%	$1 337 804 578	22.36%
48 - 59	6 022	11.88%	$713 282 788	11.92%
60 - 71	75	0.15%	$7 639 010	0.13%
72 - 83	15	0.03%	$1 588 092	0.03%
84 and above	48	0.09%	$6 591 517	0.11%
Grand Total	**50 672**	**100.00%**	**$5 983 238 163**	**100.00%**

Remaining Principal Balance Distribution

Remaining Principal Balance (C$)	Number of Loans	Percentage	Principal Balance	Percentage
Less than 100 000	25 573	50.47%	$1 591 890 308	26.61%
100 000 - 149 999	12 082	23.84%	$1 490 097 148	24.90%
150 000 - 199 999	6 846	13.51%	$1 178 365 211	19.69%
200 000 - 249 999	2 983	5.89%	$663 146 899	11.08%
250 000 - 299 999	1 537	3.03%	$418 266 943	6.99%
300 000 - 349 999	760	1.50%	$244 790 125	4.09%
350 000 - 399 999	434	0.86%	$161 228 281	2.69%
400 000 - 449 999	189	0.37%	$79 489 816	1.33%
450 000 - 499 999	106	0.21%	$50 204 293	0.84%
500 000 - 549 999	64	0.13%	$33 305 201	0.56%
550 000 - 599 999	41	0.08%	$23 441 353	0.39%
600 000 - 649 999	17	0.03%	$10 609 830	0.18%
650 000 - 699 999	7	0.01%	$4 702 449	0.08%
700 000 - 749 999	7	0.01%	$5 087 927	0.09%
750 000 - 799 999	5	0.01%	$3 904 415	0.07%
800 000 - 849 999	4	0.01%	$3 278 166	0.05%
850 000 - 899 999	3	0.01%	$2 611 813	0.04%
900 000 - 949 999	0	0.00%	$0	0.00%
950 000 - 999 999	5	0.01%	$4 835 889	0.08%
1 000 000 and above	9	0.02%	$13 982 098	0.23%
Grand Total	**50 672**	**100.00%**	**$5 983 238 163**	**100.00%**

Property Type Distribution

Property Type	Number of Loans	Percentage	Principal Balance	Percentage
Detached	30 673	60.53%	$3 212 604 444	53.69%
Semi Detached	2 147	4.24%	$257 720 505	4.31%
Rows (Townhouse)	650	1.28%	$85 837 971	1.43%
Condominium	7 663	15.12%	$1 018 622 311	17.02%
Multiplex	5 914	11.67%	$941 314 058	15.73%
Secondary Homes	3 618	7.14%	$466 200 489	7.79%
Other	7	0.01%	$938 384	0.02%
Grand Total	**50 672**	**100.00%**	**$5 983 238 162**	**100.00%**

Desjardins

FCDQ Legislative Covered Bond Programme Monthly Investor Report

Calculation Date : 06/30/2017

Current Indexed LTV Distribution

Current Indexed LTV (in %)	Number of Loans	Percentage	Principal Balance	Percentage
<= 20.00	6 563	12.95%	$301 502 658	5.04%
20.01 - 25.00	3 165	6.25%	$210 771 119	3.52%
25.01 - 30.00	3 435	6.78%	$260 860 095	4.36%
30.01 - 35.00	3 361	6.63%	$287 661 973	4.81%
35.01 - 40.00	3 245	6.40%	$316 535 749	5.29%
40.01 - 45.00	3 104	6.13%	$336 707 926	5.63%
45.01 - 50.00	3 230	6.37%	$376 273 322	6.29%
50.01 - 55.00	3 158	6.23%	$405 311 215	6.77%
55.01 - 60.00	3 291	6.49%	$463 520 383	7.75%
60.01 - 65.00	3 502	6.91%	$542 623 250	9.07%
65.01 - 70.00	4 502	8.88%	$744 962 150	12.45%
70.01 - 75.00	5 220	10.30%	$889 957 435	14.87%
75.01 - 80.00	4 333	8.55%	$744 966 459	12.45%
> 80.00	563	1.11%	$101 584 430	1.70%
Grand Total	**50 672**	**100.00%**	**$5 983 238 163**	**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	$301 324 946	$177 712	$0	$0	$301 502 658	5.04%
20.01 - 25.00	$210 622 519	$148 599	$0	$0	$210 771 119	3.52%
25.01 - 30.00	$260 521 452	$230 759	$48 312	$59 574	$260 860 095	4.36%
30.01 - 35.00	$287 326 851	$61 663	$273 459	$0	$287 661 973	4.81%
35.01 - 40.00	$316 302 727	$233 021	$0	$0	$316 535 749	5.29%
40.01 - 45.00	$335 654 574	$918 234	$135 118	$0	$336 707 926	5.63%
45.01 - 50.00	$375 675 414	$533 363	$64 545	$0	$376 273 322	6.29%
50.01 - 55.00	$404 977 348	$166 493	$0	$167 374	$405 311 215	6.77%
55.01 - 60.00	$462 896 779	$273 446	$285 069	$65 088	$463 520 383	7.75%
60.01 - 65.00	$541 733 401	$636 049	$253 799	$0	$542 623 250	9.07%
65.01 - 70.00	$742 075 193	$1 941 166	$653 633	$292 158	$744 962 150	12.45%
70.01 - 75.00	$888 532 270	$1 043 510	$295 607	$86 047	$889 957 435	14.87%
75.01 - 80.00	$743 669 965	$822 204	$286 563	$187 726	$744 966 459	12.45%
> 80.00	$101 290 179	$137 508	$156 743	$0	$101 584 430	1.70%
Grand Total	**$5 972 603 619**	**$7 323 729**	**$2 452 848**	**$857 968**	**$5 983 238 163**	**100.00%**
Percentage	**99.82%**	**0.12%**	**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	$1 262 369	$6 558 091	$16 280 070	$53 079 159	$112 287 624	$110 895 813	$1 139 531	$301 502 658	5.04%
20.01 - 25.00	$1 913 594	$4 667 083	$15 003 381	$42 707 625	$79 153 480	$66 215 360	$1 110 597	$210 771 119	3.52%
25.01 - 30.00	$3 659 598	$7 084 629	$20 375 414	$53 997 657	$95 133 974	$78 539 146	$2 069 678	$260 860 095	4.36%
30.01 - 35.00	$4 253 424	$10 299 545	$27 132 881	$61 374 116	$100 605 312	$81 918 718	$2 077 979	$287 661 973	4.81%
35.01 - 40.00	$4 726 209	$13 736 515	$26 783 118	$68 783 823	$112 290 772	$86 509 792	$3 705 520	$316 535 749	5.29%
40.01 - 45.00	$4 198 419	$15 808 520	$36 038 258	$77 908 432	$118 237 898	$79 111 110	$5 405 290	$336 707 926	5.63%
45.01 - 50.00	$10 127 113	$20 513 802	$47 434 801	$91 679 992	$123 048 705	$78 955 872	$4 513 037	$376 273 322	6.29%
50.01 - 55.00	$9 036 433	$20 555 778	$50 831 895	$102 780 942	$134 569 509	$82 797 494	$4 739 164	$405 311 215	6.77%
55.01 - 60.00	$11 613 142	$26 184 915	$59 100 860	$115 295 125	$153 128 313	$91 554 784	$6 643 244	$463 520 383	7.75%
60.01 - 65.00	$11 020 879	$33 251 967	$78 859 220	$124 318 112	$188 159 552	$101 428 335	$5 585 184	$542 623 250	9.07%
65.01 - 70.00	$17 006 331	$46 105 453	$101 097 112	$197 395 555	$260 684 056	$120 076 304	$2 597 339	$744 962 150	12.45%
70.01 - 75.00	$25 091 032	$46 000 390	$125 504 923	$235 002 481	$307 399 183	$148 401 359	$2 558 066	$889 957 435	14.87%
75.01 - 80.00	$11 703 208	$43 096 506	$100 455 714	$220 624 028	$252 777 336	$114 702 852	$1 606 816	$744 966 459	12.45%
> 80.00	$1 335 060	$4 989 468	$14 202 973	$34 622 249	$29 633 722	$16 800 959	$0	$101 584 430	1.70%
Grand Total	**$116 946 809**	**$298 852 662**	**$719 100 619**	**$1 479 569 296**	**$2 067 109 433**	**$1 257 907 898**	**$43 751 445**	**$5 983 238 163**	**100.00%**
Percentage	**1.95%**	**4.99%**	**12.02%**	**24.73%**	**34.55%**	**21.02%**	**0.73%**	**100.00%**	

FCDQ Legislative Covered Bond Programme Monthly Investor Report

Calculation Date : 06/30/2017

Cover Pool - Substitute Assets

Type	Canadian Government Bonds
CMHC Guide Limit [1]	$598 323 816

[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 Fédération des caisses 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 ("FCDQ") is the licensing of certain trademarks and trade names of the Licensors without regard to the FCDQ or the Programme. The Licensors have no obligation to take the needs of the FCDQ 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 FCDQ.