FCDQ Legislative Covered Bond Programme Monthly Investor Report

Calculation Date : 03/31/2017

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.

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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)	32.44
Weighted Average Remaining Term of Loans in Cover Pool (months)	28.87

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+	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 (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

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Asset Coverage Test (C$)

Outstanding Covered Bonds	**$4 395 750 000**		
A = lower of (i) LTV Adjusted True Balance	$5 732 144 863	A(i) :	$6 297 953 525
(ii) Asset Percentage Adjusted True Balance		A(ii) :	$5 732 144 863
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	$59 401 229		
Total: A + B + C + D + E - Y - Z	**$5 672 743 634**		
Asset Coverage Test	**Pass**		

Valuation Calculation Test (C$)

Trading Value of Covered Bonds	**$4 480 135 955**		
A = lower of (i) Present Value of the relevant Loan [1]	$6 247 033 961	A(i) :	$6 247 033 961
(ii) 80% of the Latest Valuation relating to that Loan		A(ii) :	$11 756 840 219
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	**$6 247 033 961**		

The actual weighted average rate used for discounting is 3.603%

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

Intercompany Loan Balance

Guarantee Loan	$4 834 189 243
Demand Loan	$1 471 528 168
Total	**$6 305 717 411**

Covered Bonds Outstanding vs AMF Covered Bond Limit

Covered Bonds Currently Outstanding (CAD Equivalent)	
Issued under the Structured Covered Bond Programme [1]	$0
Issued under the Legislative Covered Bond Programme	$4 395 750 000
Total for both programmes	$4 395 750 000
AMF Covered Bond Limit [2]	$8 490 226 181

[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 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 ($)	$6 409 788 426		
Current Month Ending Balance ($)	$6 305 717 411		
Number of Mortgage Loans	54 222		
Average Loan Balance ($)	$116 294		
Number of Properties	54 220		
Number of Borrowers	52 333		
	Original		**Indexed**
Weighted Average Current LTV	58.00%		54.65%
Weighted Average Original LTV	68.39%		
Weighted Average Authorized LTV	68.39%		
Weighted Average Rate	2.84%		
Weighted Average Original Term	49.22	(months)	
Weighted Average Remaining Term	28.87	(months)	
Weighted Average Seasoning	20.34	(months)	
Weighted Average Maturity of Outstanding Covered Bonds	32.44	(months)	

Provincial Distribution

Province	Number of Loans	Percentage	Principal Balance	Percentage
Québec	54 222	100.00%	$6 305 717 411	100.00%
Ontario	0	0.00%	$0	0.00%
Grand Total	**54 222**	**100.00%**	**$6 305 717 411**	**100.00%**

Credit Score Distribution

Credit Score	Number of Loans	Percentage	Principal Balance	Percentage
Score Unavailable	319	0.59%	$50 804 885	0.81%
599 and below	954	1.76%	$117 911 028	1.87%
600 - 650	2 391	4.41%	$303 325 442	4.81%
651 - 700	5 772	10.65%	$753 262 435	11.95%
701 - 750	12 583	23.21%	$1 569 965 906	24.90%
751 - 800	18 973	34.99%	$2 177 640 350	34.53%
> 800	13 230	24.40%	$1 332 807 366	21.14%
Grand Total	**54 222**	**100.00%**	**$6 305 717 411**	**100.00%**

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Rate Type Distribution

Rate Type	Number of Loans	Percentage	Principal Balance	Percentage
Fixed rate	42 671	78.70%	$4 974 317 500	78.89%
Floating rate	11 551	21.30%	$1 331 399 911	21.11%
Grand Total	**54 222**	**100.00%**	**$6 305 717 411**	**100.00%**

Occupancy Type Distribution

Occupancy Type	Number of Loans	Percentage	Principal Balance	Percentage
Owner occupied	47 779	88.12%	$5 390 329 425	85.48%
Not owner occupied	6 443	11.88%	$915 387 986	14.52%
Grand Total	**54 222**	**100.00%**	**$6 305 717 411**	**100.00%**

Mortgage Asset Type Distribution

Asset type	Number of Loans	Percentage	Principal Balance	Percentage
Conventional Mortgage	54 222	100.00%	$6 305 717 411	100.00%
Versatile Loan	0	0.00%	$0	0.00%
Total	**54 222**	**100.00%**	**$6 305 717 411**	**100.00%**

Loan Interest Rate Distribution

Loan Interest Rate (in %)	Number of Loans	Percentage	Principal Balance	Percentage
< 2.0000	697	1.29%	$113 135 025	1.79%
2.0000 to 2.4999	6 038	11.14%	$1 008 913 016	16.00%
2.5000 to 2.9999	36 010	66.41%	$3 954 669 791	62.72%
3.0000 to 3.4999	7 349	13.55%	$785 016 237	12.45%
3.5000 to 3.9999	3 228	5.95%	$363 939 329	5.77%
4.0000 to 4.4999	433	0.80%	$39 051 323	0.62%
4.5000 to 4.9999	283	0.52%	$25 407 455	0.40%
5.0000 to 5.4999	121	0.22%	$10 956 939	0.17%
5.5000 to 5.9999	29	0.05%	$2 460 663	0.04%
6.0000 to 6.4999	15	0.03%	$1 078 940	0.02%
6.5000 to 6.9999	14	0.03%	$825 668	0.01%
> 7.0000	5	0.01%	$263 024	0.00%
Grand Total	**54 222**	**100.00%**	**$6 305 717 411**	**100.00%**

Remaining Term Distribution

Remaining Term (in months)	Number of Loans	Percentage	Principal Balance	Percentage
Less than 12	9 845	18.16%	$1 032 990 502	16.38%
12 - 23	13 693	25.25%	$1 596 645 245	25.32%
24 - 35	11 404	21.03%	$1 322 086 715	20.97%
36 - 47	12 449	22.96%	$1 528 221 245	24.24%
48 - 59	6 680	12.32%	$807 825 520	12.81%
60 - 71	79	0.15%	$8 036 399	0.13%
72 - 83	18	0.03%	$1 864 686	0.03%
84 and above	54	0.10%	$8 047 100	0.13%
Grand Total	**54 222**	**100.00%**	**$6 305 717 411**	**100.00%**

Remaining Principal Balance Distribution

Remaining Principal Balance (C$)	Number of Loans	Percentage	Principal Balance	Percentage
Less than 100 000	27 958	51.56%	$1 732 025 711	27.47%
100 000 - 149 999	12 774	23.56%	$1 574 187 766	24.96%
150 000 - 199 999	7 130	13.15%	$1 227 483 901	19.47%
200 000 - 249 999	3 094	5.71%	$687 322 779	10.90%
250 000 - 299 999	1 555	2.87%	$423 043 246	6.71%
300 000 - 349 999	803	1.48%	$258 755 045	4.10%
350 000 - 399 999	457	0.84%	$170 076 216	2.70%
400 000 - 449 999	193	0.36%	$81 346 602	1.29%
450 000 - 499 999	97	0.18%	$45 819 519	0.73%
500 000 - 549 999	67	0.12%	$34 964 379	0.55%
550 000 - 599 999	34	0.06%	$19 558 866	0.31%
600 000 - 649 999	11	0.02%	$6 848 571	0.11%
650 000 - 699 999	9	0.02%	$5 969 244	0.09%
700 000 - 749 999	11	0.02%	$7 973 513	0.13%
750 000 - 799 999	6	0.01%	$4 629 134	0.07%
800 000 - 849 999	7	0.01%	$5 756 106	0.09%
850 000 - 899 999	4	0.01%	$3 518 125	0.06%
900 000 - 949 999	0	0.00%	$0	0.00%
950 000 - 999 999	4	0.01%	$3 909 051	0.06%
1 000 000 and above	8	0.01%	$12 529 637	0.20%
Grand Total	**54 222**	**100.00%**	**$6 305 717 411**	**100.00%**

Property Type Distribution

Property Type	Number of Loans	Percentage	Principal Balance	Percentage
Detached	32 660	60.23%	$3 375 842 349	53.54%
Semi Detached	2 344	4.32%	$277 516 674	4.40%
Rows (Townhouse)	732	1.35%	$91 198 481	1.45%
Condominium	8 027	14.80%	$1 048 057 893	16.62%
Multiplex	6 667	12.30%	$1 032 311 012	16.37%
Secondary Homes	3 788	6.99%	$480 289 348	7.62%
Other	4	0.01%	$501 654	0.01%
Grand Total	**54 222**	**100.00%**	**$6 305 717 411**	**100.00%**

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Current Indexed LTV Distribution

Current Indexed LTV (in %)	Number of Loans	Percentage	Principal Balance	Percentage
<= 20.00	7 676	14.16%	$358 022 261	5.68%
20.01 - 25.00	3 519	6.49%	$235 618 301	3.74%
25.01 - 30.00	3 847	7.09%	$296 254 783	4.70%
30.01 - 35.00	3 697	6.82%	$318 772 660	5.06%
35.01 - 40.00	3 497	6.45%	$340 734 713	5.40%
40.01 - 45.00	3 389	6.25%	$369 758 215	5.86%
45.01 - 50.00	3 440	6.34%	$400 976 575	6.36%
50.01 - 55.00	3 349	6.18%	$422 829 796	6.71%
55.01 - 60.00	3 412	6.29%	$484 313 225	7.68%
60.01 - 65.00	3 653	6.74%	$554 774 511	8.80%
65.01 - 70.00	4 574	8.44%	$757 934 572	12.02%
70.01 - 75.00	5 708	10.53%	$981 693 071	15.57%
75.01 - 80.00	4 126	7.61%	$715 171 566	11.34%
> 80.00	335	0.62%	$68 863 162	1.09%
Grand Total	**54 222**	**100.00%**	**$6 305 717 411**	**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	$357 899 523	$89 432	$33 306	$0	$358 022 261	5.68%
20.01 - 25.00	$235 404 575	$105 745	$68 660	$39 320	$235 618 301	3.74%
25.01 - 30.00	$296 122 609	$132 174	$0	$0	$296 254 783	4.70%
30.01 - 35.00	$318 566 278	$206 383	$0	$0	$318 772 660	5.06%
35.01 - 40.00	$340 410 656	$324 057	$0	$0	$340 734 713	5.40%
40.01 - 45.00	$368 731 686	$784 043	$242 487	$0	$369 758 215	5.86%
45.01 - 50.00	$400 452 577	$523 997	$0	$0	$400 976 575	6.36%
50.01 - 55.00	$422 387 734	$204 329	$124 737	$112 996	$422 829 796	6.71%
55.01 - 60.00	$482 323 237	$1 650 038	$272 023	$67 927	$484 313 225	7.68%
60.01 - 65.00	$554 036 087	$655 949	$82 475	$0	$554 774 511	8.80%
65.01 - 70.00	$755 612 190	$1 901 943	$179 551	$240 888	$757 934 572	12.02%
70.01 - 75.00	$978 945 059	$1 790 080	$661 314	$296 618	$981 693 071	15.57%
75.01 - 80.00	$714 149 625	$598 426	$423 515	$0	$715 171 566	11.34%
> 80.00	$68 706 418	$156 743	$0	$0	$68 863 162	1.09%
Grand Total	**$6 293 748 254**	**$9 123 340**	**$2 088 068**	**$757 749**	**$6 305 717 411**	**100.00%**
Percentage	**99.81%**	**0.14%**	**0.03%**	**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	$1 712 324	$7 300 870	$20 418 209	$61 518 970	$135 355 345	$129 733 266	$1 983 277	$358 022 261	5.68%
20.01 - 25.00	$1 639 793	$5 666 416	$15 605 366	$49 887 583	$85 160 514	$76 670 690	$987 938	$235 618 301	3.74%
25.01 - 30.00	$4 266 954	$8 248 962	$21 956 170	$56 377 474	$111 726 829	$90 768 113	$2 910 282	$296 254 783	4.70%
30.01 - 35.00	$3 233 967	$12 285 238	$29 305 761	$68 042 571	$115 326 026	$88 397 835	$2 181 263	$318 772 660	5.06%
35.01 - 40.00	$5 815 170	$13 623 747	$33 981 377	$76 851 197	$118 484 184	$85 943 427	$6 035 610	$340 734 713	5.40%
40.01 - 45.00	$5 481 639	$18 416 903	$36 242 427	$89 140 020	$127 053 609	$89 775 784	$3 647 833	$369 758 215	5.86%
45.01 - 50.00	$9 967 980	$21 531 807	$47 186 298	$96 182 942	$137 576 853	$82 479 009	$6 051 686	$400 976 575	6.36%
50.01 - 55.00	$9 202 614	$23 342 374	$51 823 571	$104 267 352	$141 112 578	$88 773 052	$4 308 254	$422 829 796	6.71%
55.01 - 60.00	$11 752 535	$26 311 278	$57 187 407	$128 114 695	$162 123 501	$92 313 406	$6 510 403	$484 313 225	7.68%
60.01 - 65.00	$12 590 139	$35 700 965	$74 715 004	$139 123 804	$183 704 679	$100 577 936	$8 361 984	$554 774 511	8.80%
65.01 - 70.00	$17 045 267	$41 357 055	$106 757 130	$194 211 991	$267 485 376	$128 302 407	$2 775 347	$757 934 572	12.02%
70.01 - 75.00	$22 062 674	$48 756 463	$142 637 815	$276 696 381	$326 562 968	$161 307 063	$3 669 707	$981 693 071	15.57%
75.01 - 80.00	$11 831 362	$37 777 474	$105 084 343	$207 891 173	$245 805 325	$105 601 648	$1 180 240	$715 171 566	11.34%
> 80.00	$1 308 610	$3 005 890	$10 361 556	$21 659 753	$20 162 563	$12 163 731	$201 059	$68 863 162	1.09%
Grand Total	**$117 911 028**	**$303 325 442**	**$753 262 435**	**$1 569 965 906**	**$2 177 640 350**	**$1 332 807 366**	**$50 804 885**	**$6 305 717 411**	**100.00%**
Percentage	**1.87%**	**4.81%**	**11.95%**	**24.90%**	**34.53%**	**21.14%**	**0.81%**	**100.00%**	

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Cover Pool - Substitute Assets

Type	Canadian Government Bonds
CMHC Guide Limit [1]	$630 571 741

[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.