

## MARKET-LINKED GUARANTEED INVESTMENT (MLGI)

# Flex-Pay Guaranteed Investment (Annual potential payment)

Term: 5 years



**Desjardins**  
Wealth Management

INVESTMENTS

## OVERVIEW

The Flex-Pay Guaranteed Investment (Annual potential payment) is an ideal way to diversify your portfolio and potentially receive interest payments every year. Your investment is protected and if the security basket performs as well as or better than its starting value, you'll receive interest each year.

- Capital 100% guaranteed at maturity
- Protected by deposit insurance<sup>1</sup>
- Conversion/redemption possible under certain conditions
- Potential for interest to be paid annually
- No eligible for registered plans
- Income taxed annually if interest is paid<sup>2</sup>
- No management fees
- Hedged against foreign currency fluctuations
- Eligible for potential member dividends

Performance indicators	\$25,000 to \$249,999	\$250,000 and more
Potential annual return	3.75%	4.00%
Potential cumulative return	18.75%	20.00%

Key dates	
Sale period	September 25 to November 25, 2017
Investment issuance	December 19, 2017
Investment maturity	December 19, 2022

The caisse is the issuer of the investment.

<sup>1</sup>For more information on deposit insurance, please visit [lautorite.qc.ca](http://lautorite.qc.ca).

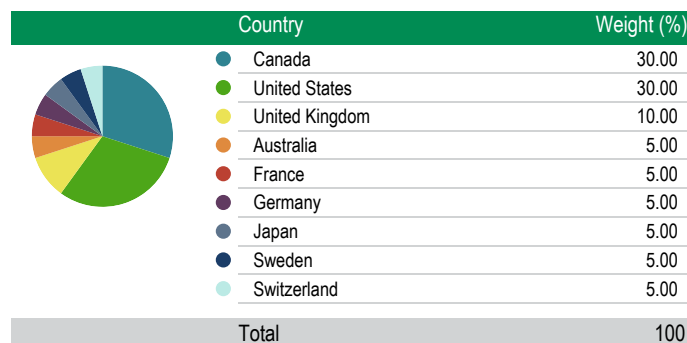
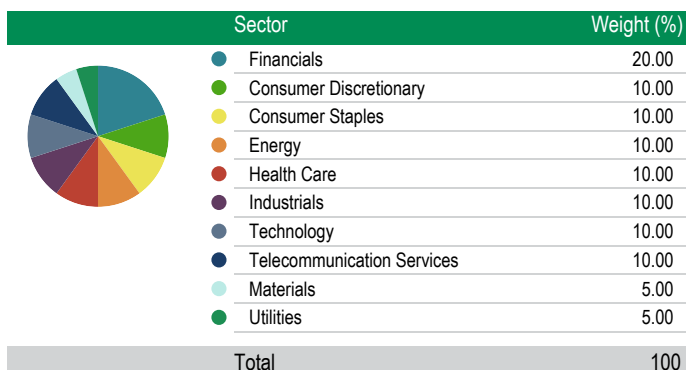
<sup>2</sup>Including interest paid before the issue date.

## INVESTMENT COMPOSITION

The reference basket comprises 20 worldwide companies representing a variety of economic sectors. Each company has the same weight in the basket, allocated as follows:

Company	Sector	Country
Air Products & Chemicals Inc.	Materials	United States
BCE Inc.	Telecom. Services	Canada
Canadian National Railway Co.	Industrials	Canada
Geberit AG	Consumer Discretionary	Switzerland
Genuine Parts Company	Consumer Discretionary	United States
Hennes & Mauritz AB (H&M)	Consumer Discretionary	Sweden
Johnson & Johnson	Health Care	United States
L'Oreal SA	Consumer Staples	France
Muenchener Rueckver	Financials	Germany
National Grid PLC	Utilities	United Kingdom

Company	Sector	Country
Paychex Inc.	Technology	United States
Procter & Gamble Co.	Consumer Staples	United States
Public Storage	Financials	United States
Royal Bank of Canada	Financials	Canada
Takeda Pharmaceutical Co. Ltd.	Health Care	Japan
TD Bank Group	Financials	Canada
Thomson Reuters Corp.	Technology	Canada
TransCanada Corp	Energy	Canada
Vodafone Group PLC	Telecom. Services	United Kingdom
Woodside Petroleum Ltd.	Energy	Australia



IS THIS INVESTMENT RIGHT FOR ME?

This investment may be right for you if you:

- seek capital protection;
  - want to take advantage of annual interest payments if the security basket performs as well as or better than its starting value;
- have an investment horizon of 5 years or longer and don't plan to transfer your investment;
  - don't plan to withdraw your investment prior to maturity;
- would like to take advantage of potential returns during the term rather than waiting until your investment matures.

HOW DOES THIS SOLUTION DIFFER FROM CONVENTIONAL TERM SAVINGS?

This guaranteed investment differs from conventional term savings in that it does not provide a pre-determined return.

Return on the investment is based on the appreciation of the benchmark portfolio and is known every year of the term.

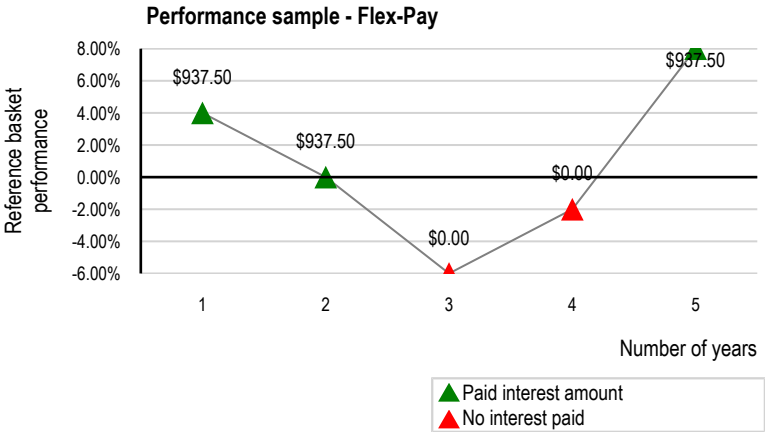
HOW ARE RETURNS CALCULATED?

Between the purchase date and the issue date of your investment, your capital will earn interest at a rate of 0.65% per year. For each year of the term, the potential return is determined according to the price change in the 20 securities listed above, using the following calculation method:

Each year, interest will be paid if the the basket of securities performance compared to its initial value is greater than or equal to 0. If the performance is negative, no interest will be paid.

Here is an example of how the return is calculated for a \$25,000 investment.

Year	Reference basket performance in comparison to its initial value	Returns	Interest paid
1	4.00%	3.75%	\$937.50
2	0.00%	3.75%	\$937.50
3	-6.00%	0.00%	\$0.00
4	-2.00%	0.00%	\$0.00
5	8.00%	3.75%	\$937.50



At maturity, this investment would have yielded:

Cumulative rate of return	11.25%	\$2,812.50
Annual average rate of return	2.25%	\$562.50

Cumulative return is the sum of interest paid and is presented for reference purposes only.

This investment does not entitle the holder to dividend paid by the companies in the reference basket. Investment returns are not affected by exchange rate fluctuations, even if security prices are published in foreign currencies.

For full details on how the return is calculated, please read the Investment Agreement.

The variable return is based on the change in price of the securities and could be nil for each year in the term of the investment. Your capital is always guaranteed at maturity.

HOW CAN I KEEP TRACK OF MY INVESTMENT’S PERFORMANCE?

You can access the Dynamic Market-Linked Guaranteed Investment Return Tracker by logging on to AccèsD and clicking on the Savings/Investments section, or by visiting [desjardins.com/returntracker](https://desjardins.com/returntracker). Information on returns is provided for information purposes only. The return on your investment is also shown on your Desjardins monthly account statement, for information purposes. Return on the investment can only be known at maturity.

WHAT HAPPENS WHEN MY INVESTMENT MATURES?

Shortly before maturity, you will receive a reminder by mail or via AccèsD. At maturity, unless you give other instructions to your advisor or in AccèsD (if your investment is eligible for online renewal), your investment will be automatically reinvested in a similar product with comparable terms and conditions.

## CAN I REDEEM MY INVESTMENT BEFORE THE MATURITY DATE?

Once a year, starting on the third anniversary, you may convert your investment into another Desjardins Market-Linked Guaranteed Investment. You may also redeem it. At your request, you will be notified of its approximate conversion or redemption value. Please refer to the Investment Agreement for details. Conversion/redemption value may be less than the invested capital and will not amount to the potential maximum at maturity.

## WHAT HAPPENS DURING MARKET UPHEAVALS?

The caisse reserves the exclusive right to determine the appropriate measures to be taken in such circumstances. For example, if trading is suspended, the caisse could choose to postpone the date at which the starting index value of the investment is taken into account.

## WHAT IF I CHANGE MY MIND?

You have up to five business days after receiving your Investment Agreement, by mail or via AccèsD, to ask your advisor to cancel your investment.

## INFORMATION

To purchase this product or for more information:

- visit [desjardins.com/mlgi](https://desjardins.com/mlgi);
- log on to AccèsD;
- contact your caisse Desjardins advisor;
- dial 514-224-7737 or 1-800-224-7737.

## AWARDS AND DISTINCTIONS



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Investors should read the Investment Agreement before investing. It can be accessed at [desjardins.com/mlgi](https://desjardins.com/mlgi).

This document provides an overview of the investment and is for informational purposes only. Should there be any discrepancy between this document and the Investment Agreement, the latter will take precedence.