

## MARKET-LINKED GUARANTEED INVESTMENT (MLGI)

# American Market Guaranteed Investment – In U.S. Dollars

Term: 5 years



## OVERVIEW

The American Market Guaranteed Investment – In U.S. Dollars<sup>1</sup> offers you the return potential of large U.S. corporations while protecting your capital. This investment is ideal for diversifying your portfolio.

- Capital 100% guaranteed at maturity by the Caisse
- This investment is not guaranteed by deposit insurance<sup>2</sup>
- Minimum investment of \$25,000 in U.S. Dollars
- Non-eligible for registered plans
- Income taxed at maturity<sup>3,4</sup>
- Interest paid at maturity
- No management fees
- Eligible for potential member dividends

| Performance indicators                 | \$25,000 to \$249,999 | \$250,000 and more |
|----------------------------------------|-----------------------|--------------------|
| Maximum annual compound rate of return | 4.56%                 | 5.18%              |
| Maximum cumulative return              | 25.00%                | 28.75%             |
| Participation rate                     | 100%                  | 115%               |

| Key dates           |                                   |
|---------------------|-----------------------------------|
| Sale period         | September 24 to November 25, 2019 |
| Investment issuance | December 11, 2019                 |
| Investment maturity | December 11, 2024                 |

The participation rate represents the percentage of the benchmark securities appreciation rate used to calculate return at maturity. The returns shown include the participation rate.

The caisse is the issuer of the investment.

## INVESTMENT COMPOSITION

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

| Company                           | Sector             |
|-----------------------------------|--------------------|
| Accenture Plc                     | Technology         |
| Air Products & Chemicals Inc.     | Materials          |
| American Electric Power Co., Inc. | Utilities          |
| Automatic Data Processing, Inc.   | Technology         |
| BlackRock, Inc.                   | Financial services |
| Chubb Limited                     | Financial services |
| Cisco Systems Inc.                | Technology         |
| Comcast Corporation               | Telecom. Services  |
| Costco Wholesale Corporation      | Consumer Staples   |
| Exxon Mobil Corporation           | Energy             |

| Company                 | Sector                 |
|-------------------------|------------------------|
| Johnson & Johnson       | Health Care            |
| McDonald's Corporation  | Consumer Discretionary |
| Medtronic Plc           | Health Care            |
| Nike Inc.               | Consumer Discretionary |
| Pfizer Inc.             | Health Care            |
| Procter & Gamble Co.    | Consumer Staples       |
| Progressive Corporation | Financial services     |
| Public Storage          | Financial services     |
| The Walt Disney Company | Telecom. Services      |
| Waste Management Inc.   | Industrials            |



## IS THIS INVESTMENT RIGHT FOR ME?

This investment may be right for you if you:

- want an investment in U.S. Dollars;
- seek capital protection;
- have an investment horizon of 5 years or longer;
- don't plan to withdraw your investment prior to maturity;
- agree to forgo a guaranteed return to benefit from a higher potential return than that offered by term savings.

## 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 securities and can only be known at maturity. Return could be nil at maturity.**

## HOW ARE RETURNS CALCULATED?

Up to the issue date, your investment generates interest at 0.20% per year.

Between the issue date and the maturity date, the return is based on variations in the benchmark prices, up to a maximum of 25.00% for investments of \$25,000 to \$249,999 and 28.75% for investments of \$250 000 and more. To reduce the effect of a potential market pullback, we factor in the average of the monthly price readings during the last three months of the term.

This investment is not eligible for dividends paid on the benchmark securities.

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

**Variable return is based on changes in the prices of the benchmark securities in American Dollars and could be nil at maturity. Your capital is 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 visiting [desjardins.com/returntracker](http://desjardins.com/returntracker). Information on returns is provided for information purposes only. Return on the investment can only be known at maturity.

## WHAT HAPPENS WHEN MY INVESTMENT MATURES?

At maturity, your investment will be automatically deposited into your strategic investment account held at Desjardins Financial Services Firm (DFSF).<sup>5</sup>

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

Your investment agreement does not give you the option to convert or redeem this investment before it matures.

## 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 to ask your DFSF representative affiliated with your caisse to cancel your investment and get your deposit back.

## INFORMATION

To purchase this product or for more information, visit [desjardins.com/mlgi](http://desjardins.com/mlgi) or contact your DFSF representative affiliated with your caisse.

## AWARDS AND DISTINCTIONS



Best Distributor, Canada  
Best Capital Protected Distributor, Americas  
Deal of the year, Americas

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

<sup>1</sup> MLGIs in U.S. Dollars are offered by such registered dealers as Desjardins Financial Services Firm (DFSF), a mutual fund brokerage firm belonging to Desjardins Group.

<sup>2</sup> This foreign currency guaranteed investment is not a guaranteed cash deposit within the meaning of the Deposit Insurance Act, or insured by the Canada Deposit Insurance Corporation or by another public deposit insurance fund.

<sup>3</sup> Except for interest paid before the issue date.

<sup>4</sup> In accordance with the Canada Income Tax Act, the U.S. dollar amounts (whether they comprise pre-issue interest, interest calculated on the minimum guaranteed rate or amounts paid at maturity) must generally be converted into Canadian dollars on the relevant date using the Bank of Canada's noon exchange rate or another exchange rate approved by the Canada Revenue Agency. If required, tax slips are issued by the caisse. This information is of a general nature and constitutes neither a legal nor a fiscal opinion. Please see your tax advisor for more details. The interest paid to non-residents in Canada could be subject to the applicable Canadian withholding taxes.

5. Desjardins Financial Services Firm (DFSF), a mutual fund brokerage firm, is a wholly owned subsidiary of the Fédération des caisses Desjardins du Québec. Note that the MLGIs in U.S. Dollars are distributed by DFSF mutual fund representatives.