

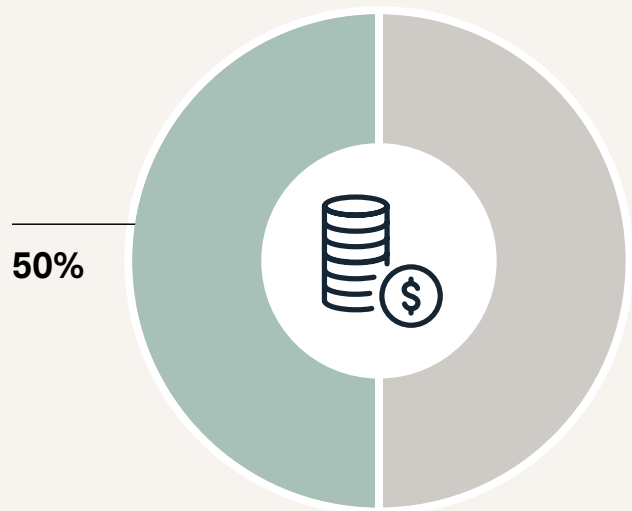
Retail Securities Lending

Client

Earn extra income on the fully paid securities in your account by participating in the Retail Securities Lending Program offered through your Wealth Advisor.

Program overview

- The Retail Securities Lending Program, offered by National Bank Financial – Wealth Management, allows you to lend your fully paid securities held in your registered and non-registered accounts. You will receive 50% of the revenue earned on the loaned securities, which can be very helpful in enhancing the returns in your portfolio.
- Under this program, you authorize Natcan Trust Company to loan any fully-paid securities held in your eligible securities accounts. In exchange for the securities you lend, the Borrower (NBF Inc.) will pay lending fees which will be credited to your securities account(s).



Eligibility and program guidelines

- The FPL program is available to eligible Canadian resident investors. Please speak with your Wealth Advisor to learn more and determine whether the program is suitable for you.
- To participate in the program, you must complete and sign the FPL enrollment form.
- If you wish to exclude any securities or accounts, you must complete Appendix A during your enrolment in the program, or you can complete the Written Instructions Form at any time to exclude any securities or accounts from the program.
- Once these forms are completed and signed, all the eligible securities in the eligible accounts under the same root can be lent.



Benefits

- You will receive 50% of the revenue earned from lending out the securities, and it will appear on your regular statement and your online portal.
- You will receive detailed reports regarding your securities on loan, the revenue earned and the collateral held to cover the loan.
- You retain economic ownership of your securities while they are out on loan.
- You can exclude securities from participating at any time by completing the Written Instructions Form.
- You can sell securities or withdraw from the program at any time.
- While securities are on loan, they are fully collateralized at 105% by Natcan Trust Company.

Things to consider

- There is no guarantee your securities will be lent, and loans can be terminated at any time.
- Your lent securities may be used to facilitate short selling.
- Lending opportunities and loan rates may fluctuate over time based on market conditions, borrower demand and securities availability. As a result, the rates paid on your loan may vary over the life of the loan.
- You cannot vote on securities while they are on loan. To vote, you must recall the lent securities.
- While on loan, your securities are not covered by CIPF. Rather, you will receive high-quality collateral while your securities are on loan.

Consult the [Agency Agreement](#) for information on fully paid securities lending.

Consult the [GMSLA](#) document for information on ISLA's Global Master Securities Lending Agreement.

→ To find out more about the Retail Securities Lending Program, contact your Wealth Advisor.