

This report contains information regarding the National Bank of Canada Legislative Covered Bond Programme's Cover Pool 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.

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Programme Information

<u>Series</u>	<u>Initial Amount</u>	<u>Translation Rate</u>	<u>C\$ Equivalent</u>	<u>Maturity Date</u>	<u>Legal Final Maturity</u>	<u>Coupon Rate</u>	<u>Rate Type</u>	<u>Maturity Type</u>
CB1	€1,000,000,000	1.4618 C\$/€	\$1,461,800,000	17-Dec-2018	17-Dec-2019	1.250%	Fixed	Soft
CB2	€1,000,000,000	1.5363 C\$/€	\$1,536,300,000	25-Mar-2021	25-Mar-2022	1.500%	Fixed	Soft
Total			\$2,998,100,000					

Weighted Average Maturity of Outstanding Covered Bonds (months)	65.55
Weighted Average Remaining Term of Loans in Cover Pool (months)	28.14

Series Ratings

	<u>Moody's</u>	<u>DBRS</u>	<u>Fitch Ratings</u>
CB1	Aaa	AAA	AAA
CB2	Aaa	AAA	AAA

Supplementary Information
Parties

Issuer	National Bank of Canada
Guarantor Entity	NBC Covered Bond Guarantor (Legislative) Limited Partnership
Servicer & Cash Manager	National Bank of Canada
Swap Providers	National Bank of Canada
Covered Bond Trustee & Custodian	Computershare Trust Company of Canada
Asset Monitor	Deloitte LLP
Account Bank & GIC Provider	National Bank of Canada (NBC)
Standby Account Bank & GIC Provider	Royal Bank of Canada (RBC)
Paying Agent	The Bank of New York Mellon (Luxembourg) S.A.

National Bank of Canada Ratings

	<u>Standard & Poor's</u>	<u>Moody's</u>	<u>DBRS</u>	<u>Fitch Ratings</u>
Senior Debt	A	Aa3	AA(low)	A+
Short Term	A-1	P-1	R-1(mid)	F1
Outlook	Negative	Negative	Stable	Stable

Applicable Ratings of Standby Account Bank & GIC Provider (RBC)

	<u>Moody's</u>	<u>DBRS</u>	<u>Fitch Ratings</u>
Senior Debt	Aa3	AA	AA
Short Term	P-1	R-1(high)	F1+

Supplementary Information (continued)
Description of Ratings Triggers
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.

<u>Role (Current Party)</u>	<u>Moody's</u>	<u>DBRS</u>	<u>Fitch Ratings</u>
Account Bank & GIC Provider (NBC)	P-1*	R-1(mid)* & A(high)	F1* or A
Standby Account Bank & GIC Provider (RBC)	P-1*	R-1(mid)* & A(high)	F1* or A
Cash Manager (NBC)	P-2*	BBB (low)	F2*
Servicer (NBC)	Baa3	BBB(low)	F2*
Interest Rate Swap Provider (NBC)	P-2* or A3	R-2(high)* & BBB(high)	F3* or BBB-
Covered Bond Swap Provider (NBC)	P-2* or A3	R-2(high)* & BBB(high)	F3* or BBB-
Title Holder on Mortgages (NBC)	Baa3	BBB(low)	BBB-

B. Specified Rating Related Action

i. The following actions are required if the rating of the Cash Manager (NBC) falls below the stipulated rating:

	<u>Moody's</u>	<u>DBRS</u>	<u>Fitch Ratings</u>
(a) Amounts received by the Servicer are to be deposited directly to the GIC Account and not provided to the Cash Manager	P-1*	BBB(low)	F1* or A
(b) Amounts held by the Cash Manager belonging to the Guarantor are to be deposited to the Transaction Account or the GIC account, as applicable, within 5 business days	P-1*	BBB(low)	F1* or A

ii. The following actions are required if the rating of the Servicer (NBC) falls below the stipulated rating:

	<u>Moody's</u>	<u>DBRS</u>	<u>Fitch Ratings</u>
(a) Servicer is required to transfer amounts belonging to the Guarantor to the Cash Manager or the GIC Account, as applicable, within 2 business days	P-1*	BBB(low)	F1* or A

iii. The following actions are required if the rating of the Issuer (NBC) falls below the stipulated rating:

	<u>Moody's</u>	<u>DBRS</u>	<u>Fitch Ratings</u>
(a) Repayment of the Demand Loan	N/A	N/A	F2* or BBB+
(b) Establishment of the Reserve Fund	P-1*	R-1(mid)* & A(low)	F1* or A
(c) Fund Pre-Maturity Liquidity Required Amount on Hard Bullet Covered Bonds	P-1*	6 months: A(high) 12 months: A(low)	F1+*

iv. The following actions are required if the rating of the Issuer (NBC) falls below the stipulated rating:

	<u>Moody's</u>	<u>DBRS</u>	<u>Fitch Ratings</u>
(a) The Interest Rate Swap and the Covered Bond Swap will become effective except as otherwise provided in the Covered Bond Swaps Agreements	Baa1	BBB(high)	BBB+

v. Each Swap Provider is required to transfer credit support, replace itself or obtain a guarantee of its obligations if the rating of such Swap Provider falls below the specified rating.

	<u>Moody's</u>	<u>DBRS</u>	<u>Fitch Ratings</u>
(a) Interest Rate Swap Provider	P-1* or A2	R-1(mid)* & A(high)	F1* or A
(b) Covered Bond Swap Provider	P-1* or A2 ⁽¹⁾	R-1(mid)* & A(high)	F1* or A

Events of Default

Issuer Event of Default	No
Guarantor Event of Default	No

*Short Term rating

(1) If Credit Support Provider or Guarantor does not have a short-term rating assigned by Moody's, the long-term unsecured rating trigger is A1.

Asset Coverage Test

Outstanding Covered Bonds	\$2,998,100,000		
A = Lesser of (i) LTV Adjusted True Balance and (ii) Asset Percentage Adjusted True Balance	\$7,630,499,051	A(i):	\$8,321,059,591
		A(ii):	\$7,630,499,051
B = Principal Receipts	\$0	Asset Percentage:	91.70%
C = Cash Capital Contributions	\$0	Maximum Asset Percentage:	93.00%
D = Substitute Assets	\$0		
E = Reserve Fund Balance	\$0		
Y = Contingent Collateral Amount	\$0		
Z = Negative Carry Factor calculation	\$81,885,090		
Total: A + B + C + D + E - Y - Z	\$7,548,613,961		

Asset Coverage Test **PASS**

Note: Due to rounding, numbers presented may not add up precisely to the totals provided.

Valuation Calculation

Trading Value of Covered Bonds	\$2,995,554,325
A = LTV Adjusted Loan Present Value	\$8,215,282,523
B = Principal Receipts	\$0
C = Cash Capital Contributions	\$0
D = Trading Value of Substitute Assets	\$0
E = Reserve Fund Balance	\$0
F = Trading Value of Swap Collateral	\$0
Present Value Adjusted Aggregate Asset Amount	
Total: A + B + C + D + E + F	\$8,215,282,523

Weighted average market rate used for discounting: 3.59%

Amortization Test

Event of Default on the part of the registered issuer?	No
Do any Covered Bonds remain outstanding?	Yes
Amortization Test Required?	No
Amortization Test	N/A

Intercompany Loan Balance

Guarantee Loan	\$3,272,409,342
Demand Loan	\$5,396,141,972
Total	\$8,668,551,314

Covered Bonds Outstanding vs OSFI Limit

Covered Bonds Currently Outstanding (CAD Equivalent):	
Issued under the Structured Covered Bond Programme	\$2,019,080,000
Issued under the Legislative Covered Bond Programme	\$2,998,100,000
Total	\$5,017,180,000
OSFI Maximum (CAD Equivalent):	\$7,867,185,200

Note: 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.

Cover Pool Summary Statistics

Previous Month Ending Balance	\$4,366,025,305
Current Balance	\$8,322,694,797
Number of Mortgages in Pool	71,741
Average Mortgage Size	\$116,010
Number of Properties	54,434
Number of Borrowers	53,465
Weighted Average Indexed Authorized LTV	66.07%
Weighted Average Indexed Drawn LTV	59.17%
Weighted Average Original LTV	73.31%
Weighted Average Interest Rate	3.03%
Weighted Average Seasoning	19.43 months
Weighted Average Original Term	47.57 months
Weighted Average Remaining Term	28.14 months

Note: Due to rounding, numbers presented in the following distribution tables may not add up precisely to the totals provided and percentages may not precisely reflect the absolute figures.

Cover Pool Delinquency Distribution
Aging Summary

	<u>Number of Loans</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
Current and less than 30 days past due	71,691	99.93%	\$8,316,323,154	99.92%
30 to 59 days past due	23	0.03%	\$3,317,488	0.04%
60 to 89 days past due	15	0.02%	\$1,870,836	0.02%
90 or more days past due	12	0.02%	\$1,183,320	0.01%
Total	71,741	100.00%	\$8,322,694,797	100.00%

Cover Pool Provincial Distribution
Province

	<u>Number of Loans</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
British Columbia	1,733	2.42%	\$350,412,105	4.21%
Prairies	2,604	3.63%	\$515,965,513	6.20%
Ontario	11,431	15.93%	\$2,072,959,036	24.91%
Quebec	54,746	76.31%	\$5,277,089,015	63.41%
Atlantic	1,227	1.71%	\$106,269,128	1.28%
Other	0	0.00%	\$0	0.00%
Total	71,741	100.00%	\$8,322,694,797	100.00%

Cover Pool Credit Score Distribution
Credit Score

	<u>Number of Loans</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
Score Unavailable	1,210	1.69%	\$173,288,984	2.08%
599 and below	1,069	1.49%	\$121,234,595	1.46%
600 - 650	2,598	3.62%	\$308,981,569	3.71%
651 - 700	8,884	12.38%	\$1,120,577,510	13.46%
701 - 750	25,126	35.02%	\$3,073,322,533	36.93%
751 - 800	27,072	37.74%	\$2,960,911,228	35.58%
800 and above	5,782	8.06%	\$564,378,378	6.78%
Total	71,741	100.00%	\$8,322,694,797	100.00%

Cover Pool Interest Rate Type Distribution
Interest Rate Type

	<u>Number of Loans</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
Fixed	60,594	84.46%	\$6,941,519,439	83.40%
Variable	11,147	15.54%	\$1,381,175,358	16.60%
Total	71,741	100.00%	\$8,322,694,797	100.00%

Cover Pool Occupancy Type Distribution
Occupancy Type

	<u>Number of Loans</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
Owner Occupied	63,923	89.10%	\$7,087,502,781	85.16%
Non-Owner Occupied	7,818	10.90%	\$1,235,192,016	14.84%
Total	71,741	100.00%	\$8,322,694,797	100.00%

Mortgage Asset Type Distribution

<u>Asset Type</u>	<u>Number of Loans</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
Conventional Mortgage	34,306	47.82%	\$4,358,854,466	52.37%
Mortgage Segment of All-in-One Product	37,435	52.18%	\$3,963,840,330	47.63%
Total	71,741	100.00%	\$8,322,694,797	100.00%

Cover Pool Interest Rate Distribution

<u>Interest Rate (%)</u>	<u>Number of Loans</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
Less than 2.00000	1,768	2.46%	\$240,588,378	2.89%
2.00000 - 2.99999	36,275	50.56%	\$4,715,334,780	56.66%
3.00000 - 3.99999	27,650	38.54%	\$2,896,632,587	34.80%
4.00000 - 4.99999	4,714	6.57%	\$342,569,458	4.12%
5.00000 - 5.99999	1,013	1.41%	\$98,632,771	1.19%
6.00000 - 6.99999	310	0.43%	\$28,190,601	0.34%
7.00000 - 7.99999	11	0.02%	\$746,221	0.01%
8.00000 or greater	0	0.00%	\$0	0.00%
Total	71,741	100.00%	\$8,322,694,797	100.00%

Cover Pool Remaining Balance

<u>Remaining Principal Balance (\$)</u>	<u>Number of Loans</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
99,999 and below	39,849	55.55%	\$2,006,834,696	24.11%
100,000 - 149,999	12,845	17.90%	\$1,588,172,899	19.08%
150,000 - 199,999	8,147	11.36%	\$1,410,009,734	16.94%
200,000 - 249,999	4,487	6.25%	\$1,003,228,545	12.05%
250,000 - 299,999	2,603	3.63%	\$711,616,834	8.55%
300,000 - 349,999	1,476	2.06%	\$476,860,214	5.73%
350,000 - 399,999	835	1.16%	\$311,583,058	3.74%
400,000 - 449,999	504	0.70%	\$213,773,195	2.57%
450,000 - 499,999	321	0.45%	\$152,309,932	1.83%
500,000 - 549,999	216	0.30%	\$112,962,799	1.36%
550,000 - 599,999	137	0.19%	\$78,633,370	0.94%
600,000 - 649,999	75	0.10%	\$46,775,263	0.56%
650,000 - 699,999	47	0.07%	\$31,869,722	0.38%
700,000 - 749,999	49	0.07%	\$35,553,555	0.43%
750,000 - 799,999	36	0.05%	\$27,895,094	0.34%
800,000 - 849,999	33	0.05%	\$27,233,825	0.33%
850,000 - 899,999	24	0.03%	\$20,999,150	0.25%
900,000 - 949,999	15	0.02%	\$13,854,559	0.17%
950,000 - 999,999	13	0.02%	\$12,678,197	0.15%
1,000,000 and above	29	0.04%	\$39,850,157	0.48%
Total	71,741	100.00%	\$8,322,694,797	100.00%

Cover Pool Months to Maturity Distribution

<u>Months to Maturity</u>	<u>Number of Loans</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
5 or Less	5587	7.79%	\$611,120,029	7.34%
6 - 11	8,564	11.94%	\$944,857,348	11.35%
12 - 23	20,315	28.32%	\$2,253,138,954	27.07%
24 - 35	14,342	19.99%	\$1,669,694,949	20.06%
36 - 47	14,199	19.79%	\$1,724,037,568	20.71%
48 - 59	8,370	11.67%	\$1,073,656,720	12.90%
60 - 71	172	0.24%	\$18,171,588	0.22%
72 - 83	29	0.04%	\$2,982,922	0.04%
84 or Greater	163	0.23%	\$25,034,719	0.30%
Total	71,741	100.00%	\$8,322,694,797	100.00%

Cover Pool Property Type Distribution

<u>Property Type</u>	<u>Number of Loans</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
Single Family	58,664	81.77%	\$6,636,243,938	79.74%
Condominium	7,090	9.88%	\$897,104,596	10.78%
2 - 4 Family Unit	5,987	8.35%	\$789,346,263	9.48%
Total	71,741	100.00%	\$8,322,694,797	100.00%



National Bank of Canada Legislative Covered Bond Programme

Monthly Investor Report

Calculation Date: 31-Aug-2014

Cover Pool Indexed LTV - Authorized Distribution

<u>Indexed LTV (%)</u>	<u>Number of Properties</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
20.00 and below	867	1.59%	\$35,630,414	0.43%
20.01 - 25.00	551	1.01%	\$35,362,024	0.42%
25.01 - 30.00	839	1.54%	\$70,774,281	0.85%
30.01 - 35.00	1,094	2.01%	\$106,003,236	1.27%
35.01 - 40.00	1,531	2.81%	\$163,386,879	1.96%
40.01 - 45.00	2,010	3.69%	\$248,595,240	2.99%
45.01 - 50.00	2,522	4.63%	\$332,182,676	3.99%
50.01 - 55.00	3,023	5.55%	\$455,318,252	5.47%
55.01 - 60.00	4,332	7.96%	\$672,787,549	8.08%
60.01 - 65.00	6,370	11.70%	\$1,001,717,363	12.04%
65.01 - 70.00	7,706	14.16%	\$1,277,263,219	15.35%
70.01 - 75.00	11,625	21.36%	\$1,955,682,758	23.50%
75.01 - 80.00	11,618	21.34%	\$1,911,734,815	22.97%
Greater than 80.00	346	0.64%	\$56,256,090	0.68%
Total	54,434	100.00%	\$8,322,694,797	100.00%

Cover Pool Indexed LTV - Drawn Distribution

<u>Indexed LTV (%)</u>	<u>Number of Properties</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
20.00 and below	3,741	6.87%	\$194,383,108	2.34%
20.01 - 25.00	1,853	3.40%	\$150,883,448	1.81%
25.01 - 30.00	2,184	4.01%	\$215,322,484	2.59%
30.01 - 35.00	2,491	4.58%	\$278,525,254	3.35%
35.01 - 40.00	2,898	5.32%	\$359,147,698	4.32%
40.01 - 45.00	3,292	6.05%	\$454,575,050	5.46%
45.01 - 50.00	3,711	6.82%	\$533,182,952	6.41%
50.01 - 55.00	4,020	7.39%	\$639,037,635	7.68%
55.01 - 60.00	4,828	8.87%	\$798,147,852	9.59%
60.01 - 65.00	5,523	10.15%	\$960,386,047	11.54%
65.01 - 70.00	6,869	12.62%	\$1,251,067,914	15.03%
70.01 - 75.00	8,180	15.03%	\$1,550,343,401	18.63%
75.01 - 80.00	4,806	8.83%	\$930,572,307	11.18%
Greater than 80.00	38	0.07%	\$7,119,646	0.09%
Total	54,434	100.00%	\$8,322,694,797	100.00%

Provincial Distribution by Indexed LTV - Drawn and Aging Summary

Current and less than 30 days past due

<u>Indexed LTV (%)</u>	<u>British Columbia</u>	<u>Prairies</u>	<u>Ontario</u>	<u>Quebec</u>	<u>Atlantic</u>	<u>Other</u>	<u>Total</u>
20.00 and below	\$20,552,532	\$7,778,033	\$60,635,874	\$104,151,089	\$1,265,581	\$0	\$194,383,108
20.01 - 25.00	\$11,128,985	\$6,144,575	\$49,582,642	\$83,450,259	\$562,797	\$0	\$150,869,258
25.01 - 30.00	\$14,621,669	\$11,830,270	\$66,452,314	\$120,566,258	\$1,851,973	\$0	\$215,322,484
30.01 - 35.00	\$21,268,277	\$12,732,179	\$82,404,641	\$161,026,832	\$1,093,326	\$0	\$278,525,254
35.01 - 40.00	\$20,908,935	\$14,645,995	\$96,600,190	\$224,276,548	\$2,655,884	\$0	\$359,087,553
40.01 - 45.00	\$24,508,759	\$19,293,803	\$131,813,579	\$275,344,744	\$3,533,875	\$0	\$454,494,760
45.01 - 50.00	\$20,880,000	\$25,170,864	\$146,376,278	\$335,937,648	\$4,550,815	\$0	\$532,915,605
50.01 - 55.00	\$30,784,692	\$29,045,809	\$179,643,676	\$390,761,201	\$8,644,089	\$0	\$638,879,468
55.01 - 60.00	\$23,227,229	\$41,847,000	\$218,688,013	\$504,093,764	\$9,853,845	\$0	\$797,709,852
60.01 - 65.00	\$34,081,290	\$67,277,715	\$221,003,979	\$626,098,962	\$11,129,484	\$0	\$959,591,429
65.01 - 70.00	\$35,764,306	\$98,224,192	\$281,841,941	\$812,643,190	\$20,548,749	\$0	\$1,249,022,378
70.01 - 75.00	\$50,643,139	\$118,793,897	\$344,823,796	\$1,004,782,056	\$29,083,112	\$0	\$1,548,126,001
75.01 - 80.00	\$39,400,743	\$61,269,123	\$190,147,395	\$628,197,362	\$11,261,734	\$0	\$930,276,357
Greater than 80.00	\$2,505,824	\$1,010,425	\$1,927,145	\$1,676,252	\$0	\$0	\$7,119,646
Total	\$350,276,382	\$515,063,879	\$2,071,941,463	\$5,273,006,164	\$106,035,266	\$0	\$8,316,323,154

Provincial Distribution by Indexed LTV - Drawn and Aging Summary (continued)
30 to 59 days past due

<u>Indexed LTV (%)</u>	<u>British Columbia</u>	<u>Prairies</u>	<u>Ontario</u>	<u>Quebec</u>	<u>Atlantic</u>	<u>Other</u>	<u>Total</u>
20.00 and below	\$0	\$0	\$0	\$0	\$0	\$0	\$0
20.01 - 25.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
25.01 - 30.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
30.01 - 35.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
35.01 - 40.00	\$0	\$0	\$60,145	\$0	\$0	\$0	\$60,145
40.01 - 45.00	\$0	\$0	\$0	\$80,289	\$0	\$0	\$80,289
45.01 - 50.00	\$0	\$109,705	\$149,140	\$0	\$0	\$0	\$258,845
50.01 - 55.00	\$0	\$0	\$0	\$27,594	\$0	\$0	\$27,594
55.01 - 60.00	\$135,723	\$0	\$0	\$172,036	\$0	\$0	\$307,759
60.01 - 65.00	\$0	\$0	\$0	\$262,769	\$0	\$0	\$262,769
65.01 - 70.00	\$0	\$426,966	\$202,908	\$621,405	\$103,622	\$0	\$1,354,901
70.01 - 75.00	\$0	\$192,980	\$235,161	\$412,205	\$0	\$0	\$840,346
75.01 - 80.00	\$0	\$0	\$124,839	\$0	\$0	\$0	\$124,839
Greater than 80.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total	\$135,723	\$729,652	\$772,193	\$1,576,298	\$103,622	\$0	\$3,317,488

60 to 89 days past due

<u>Indexed LTV (%)</u>	<u>British Columbia</u>	<u>Prairies</u>	<u>Ontario</u>	<u>Quebec</u>	<u>Atlantic</u>	<u>Other</u>	<u>Total</u>
20.00 and below	\$0	\$0	\$0	\$0	\$0	\$0	\$0
20.01 - 25.00	\$0	\$0	\$0	\$14,190	\$0	\$0	\$14,190
25.01 - 30.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
30.01 - 35.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
35.01 - 40.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
40.01 - 45.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
45.01 - 50.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
50.01 - 55.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
55.01 - 60.00	\$0	\$0	\$0	\$0	\$130,241	\$0	\$130,241
60.01 - 65.00	\$0	\$0	\$136,117	\$395,731	\$0	\$0	\$531,849
65.01 - 70.00	\$0	\$0	\$109,263	\$428,706	\$0	\$0	\$537,969
70.01 - 75.00	\$0	\$0	\$0	\$656,588	\$0	\$0	\$656,588
75.01 - 80.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Greater than 80.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total	\$0	\$0	\$245,380	\$1,495,215	\$130,241	\$0	\$1,870,836

90 or more days past due

<u>Indexed LTV (%)</u>	<u>British Columbia</u>	<u>Prairies</u>	<u>Ontario</u>	<u>Quebec</u>	<u>Atlantic</u>	<u>Other</u>	<u>Total</u>
20.00 and below	\$0	\$0	\$0	\$0	\$0	\$0	\$0
20.01 - 25.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
25.01 - 30.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
30.01 - 35.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
35.01 - 40.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
40.01 - 45.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
45.01 - 50.00	\$0	\$0	\$0	\$8,502	\$0	\$0	\$8,502
50.01 - 55.00	\$0	\$0	\$0	\$130,573	\$0	\$0	\$130,573
55.01 - 60.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
60.01 - 65.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
65.01 - 70.00	\$0	\$0	\$0	\$152,666	\$0	\$0	\$152,666
70.01 - 75.00	\$0	\$171,982	\$0	\$548,485	\$0	\$0	\$720,467
75.01 - 80.00	\$0	\$0	\$0	\$171,111	\$0	\$0	\$171,111
Greater than 80.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total	\$0	\$171,982	\$0	\$1,011,338	\$0	\$0	\$1,183,320

Cover Pool Indexed LTV - Drawn by Credit Bureau Score
Indexed LTV (%)

	599 and below	600 - 650	651 - 700	701 - 750	751 - 800	800 and above	Score Unavailable	Total
20.00 and below	\$288,074	\$1,104,090	\$4,788,580	\$28,419,458	\$118,654,625	\$37,109,155	\$4,019,126	\$194,383,108
20.01 - 25.00	\$259,253	\$2,205,014	\$5,089,936	\$30,253,725	\$92,331,953	\$18,969,768	\$1,773,799	\$150,883,448
25.01 - 30.00	\$1,222,712	\$3,558,001	\$11,669,844	\$51,327,357	\$118,783,811	\$25,005,096	\$3,755,664	\$215,322,484
30.01 - 35.00	\$1,884,795	\$6,023,049	\$21,010,864	\$69,797,569	\$145,185,040	\$26,694,613	\$7,929,324	\$278,525,254
35.01 - 40.00	\$2,689,887	\$8,556,457	\$24,375,987	\$107,088,383	\$183,940,301	\$24,449,516	\$8,047,168	\$359,147,698
40.01 - 45.00	\$4,110,455	\$11,238,700	\$37,773,704	\$145,872,708	\$203,681,127	\$41,159,241	\$10,739,116	\$454,575,050
45.01 - 50.00	\$6,488,383	\$15,031,193	\$47,799,262	\$186,147,654	\$231,470,340	\$33,601,639	\$12,644,481	\$533,182,952
50.01 - 55.00	\$6,040,313	\$20,331,637	\$66,975,513	\$243,548,004	\$236,719,824	\$45,995,392	\$19,426,951	\$639,037,635
55.01 - 60.00	\$10,716,291	\$27,642,591	\$96,805,184	\$312,430,165	\$270,127,848	\$51,601,810	\$28,823,963	\$798,147,852
60.01 - 65.00	\$15,439,814	\$34,594,724	\$131,689,815	\$399,563,018	\$289,336,195	\$62,902,166	\$26,860,315	\$960,386,047
65.01 - 70.00	\$25,090,586	\$52,231,673	\$195,962,973	\$522,027,780	\$370,620,198	\$70,294,851	\$14,839,854	\$1,251,067,914
70.01 - 75.00	\$31,423,673	\$80,080,417	\$280,873,970	\$610,200,713	\$437,965,172	\$88,573,886	\$21,225,569	\$1,550,343,401
75.01 - 80.00	\$15,336,069	\$45,947,799	\$194,929,695	\$362,692,510	\$260,926,597	\$38,021,246	\$12,718,392	\$930,572,307
Greater than 80.00	\$244,290	\$436,224	\$832,184	\$3,953,489	\$1,168,197	\$0	\$485,264	\$7,119,646
Total	\$121,234,595	\$308,981,569	\$1,120,577,510	\$3,073,322,533	\$2,960,911,228	\$564,378,378	\$173,288,984	\$8,322,694,797

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 market value 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 satisfaction of the Rating Agency Condition, 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 primary index used by the Guarantor to determine the market value of a Property is the Teranet-National Bank Regional and Property Type Sub-Indices™ (the "RPT Sub-Indices"). The RPT Sub-Indices are estimated by tracking the observed or registered home prices over time based on property records of public land registries and grouped based on the first three digits of the Property's postal code. A Property must have been sold at least twice in order to be included in the calculation of the RPT Sub-Indices. In areas where sufficient data is available, the RPT Sub-Indices may be further subdivided by property type (all types, single-family homes and condominiums), which offers another layer of valuation granularity without compromising the statistical estimation error terms. To the extent necessary, the Teranet-National Bank House Price Index™ – Composite 11 Index (the "HPI – Composite 11") will be used for indexation purposes where the RPT Sub-Indices are not available. The HPI – Composite 11 combines the metropolitan areas of Victoria, Vancouver, Calgary, Edmonton, Winnipeg, Hamilton, Toronto, Ottawa, Montréal, Québec and Halifax to form a national composite index. At this time, New Brunswick and Saskatchewan are the only areas relevant to the Covered Bond Portfolio for which the RPT Sub-Indices are not available. For regions where the RPT Sub-Indices are not subdivided by property type, the Guarantor will use the all types sub-index. The RPT Sub-Indices and the HPI – Composite 11 are available by subscription at www.housepriceindex.ca. This website and its contents do not form part of this Investor Report.

For each Property in the Covered Bond Portfolio, the indexed valuation for a quarter will be determined by multiplying the Original Market Value (as defined in the CMHC Guide) for such Property by the percentage change since the valuation date in the price level for the sub-index in which such Property is located and, if available, also based on the property type.

Material risks associated with using the Indexation Methodology include, but are not limited to, the following: the accuracy, adequacy, timeliness and completeness of the indices being relied upon; the consistency in underlying methodology of such indices; the continued availability of the home sale price data provided to Teranet; in the case of Properties outside of the regions covered by the RPT Sub-Indices, the risk that the HPI – Composite 11 may not accurately capture unique factors affecting local housing markets; and in the case of Properties located within the regions where the RPT Sub-Indices 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.

National Bank of Canada (in its capacity as a licensor of the Index (as defined below), the "NBC Licensor") has, jointly with Teranet Inc. ("Teranet" and collectively with the NBC Licensor and their third party licensors the "Licensors"), developed a methodology and algorithm to create a residential house price index. The National Bank of Canada 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 Teranet-National Bank House Price Index™ and the Teranet-National Bank Regional and Property Type Sub-Indices™ (the "Index") and its ability 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 Index or the levels at which Index may stand at a particular date. The Licensors' only relationship to National Bank of Canada as licensee (in such capacity, "NBC") is the licensing of certain trademarks and trade names of the Licensors without regards to NBC or the Programme. The Licensors have no obligation to take the needs of NBC or the parties to the Programme into consideration in determining, composing or calculating the Index. 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.

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