

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

Series	Initial Amount	Translation Rate	C\$ Equivalent	Maturity Date	Extended Due for Payment Date	Coupon Rate	Rate Type	Maturity Type
CBL1	€1,000,000,000	1.4618	\$1,461,800,000	17 Dec 2018	17 Dec 2019	1.250%	Fixed	Soft
CBL2	€1,000,000,000	1.5363	\$1,536,300,000	25 Mar 2021	25 Mar 2022	1.500%	Fixed	Soft
CBL3	€1,000,000,000	1.3869	\$1,386,900,000	26 Jan 2022	26 Jan 2023	0.500%	Fixed	Soft
CBL5	£100,000,000	1.7100	\$171,000,000	27 Sep 2021	27 Sep 2022	3 month £ Libor +0.370%	Floating	Soft
CBL5 (Tranche 2)	£70,000,000	1.6400	\$114,800,000	27 Sep 2021	27 Sep 2022	3 month £ Libor +0.370%	Floating	Soft
CBL5 (Tranche 3)	£80,000,000	1.6460	\$131,680,000	27 Sep 2021	27 Sep 2022	3 month £ Libor +0.370%	Floating	Soft
CBL6	€750,000,000	1.4618	\$1,096,350,000	29 Sep 2023	29 Sep 2024	0.000%	Fixed	Soft
CBL7	€750,000,000	1.5998	\$1,199,812,500	13 Mar 2025	13 Mar 2026	0.750%	Fixed	Soft
			<u>\$7,098,642,500</u>					

Weighted Average Maturity of Outstanding Covered Bonds (months)	43.26
Weighted Average Remaining Term of Loans in Cover Pool (months)	27.44

#### Series Ratings

	Moody's	DBRS	Fitch Ratings
CBL1	Aaa	AAA	AAA
CBL2	Aaa	AAA	AAA
CBL3	Aaa	AAA	AAA
CBL5	Aaa	AAA	AAA
CBL5 (Tranche 2)	Aaa	AAA	AAA
CBL5 (Tranche 3)	Aaa	AAA	AAA
CBL6	Aaa	AAA	AAA
CBL7	Aaa	AAA	AAA

#### Supplementary Information

##### Parties

Issuer	National Bank of Canada (NBC)
Guarantor Entity	NBC Covered Bond (Legislative) Guarantor Limited Partnership
Servicer & Cash Manager	National Bank of Canada
Swap Provider	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
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**

	Standard & Poor's	Moody's	DBRS	Fitch Ratings
Long Term Senior Debt	A	A1	AA (low)	A+
Short Term Senior Debt	A-1	P-1	R-1 M	F1
Outlook	Stable	Negative	Stable	Stable
Other Ratings	N/A	Counterparty Risk Assessment long term / short term Aa3(cr) / P-1 (cr) Deposit Rating long term / short term A1 / P-1	N/A	Issuer Default Rating long term / short term A+ / F1

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

	Moody's (Deposit Rating)	DBRS (Debt Ratings)	Fitch Ratings (Issuer Default Rating)
Long Term	A1	AA	AA
Short Term	P-1	R-1 H	F1+

**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 Provider

- (i) transfer credit support and
- (ii) replace itself or obtain a guarantee for its obligations.

**Role (Current Party)**

	Moody's	DBRS	Fitch
Account Bank & GIC Provider (NBC)	P-1*	R-1(low)* or A	F1* or A
Standby Account Bank & GIC Provider (RBC)	P-1*	R-1(low)* or A	F1* or A
Cash Manager (NBC)	P-2(cr)*	BBB (low)	F2*
Servicer (NBC)	Baa3	BBB (low)	F2*
Interest Rate Swap Provider (NBC)	P-2(cr)* or A3(cr)	R-2(mid)* or BBB	F2* or BBB+
Covered Bond Swap Provider (NBC)	P-2(cr)* or A3(cr)	R-2(mid)* or BBB	F2* or BBB+
Title Holder on Mortgages (NBC)	Baa1	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:

	Moody's	DBRS	Fitch
(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:

	Moody's	DBRS	Fitch
(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(cr)*	BBB(low)	F1* or A

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

	Moody's	DBRS	Fitch
(a) Repayment of the Demand Loan	N/A	N/A	F2* or BBB+
(b) Establishment of the Reserve Fund	P-1(cr)*	R-1(mid)* or 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:

	Moody's	DBRS	Fitch
(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.

	Moody's	DBRS	Fitch
(a) Interest Rate Swap Provider	P-1(cr)* or A2(cr)(1)	R-1(low)* or A	F1* or A
(b) Covered Bond Swap Provider	P-1(cr)* or A2(cr)(1)	R-1(low)* or A	F1* or A

\*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(cr).

**Events of Default**

Issuer Event of Default	No
Guarantor Event of Default	No

**Asset Coverage Test**

<b>Outstanding Covered Bonds</b>	<b>\$7,098,642,500</b>	
A = Lesser of (i) LTV Adjusted True Balance and (ii) Asset Percentage Adjusted True Balance	\$12,947,659,391	A(i): \$14,114,714,478 A(ii): \$12,947,659,391
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	Regulatory OC Minimum: 103.00%
Y = Contingent Collateral Amount	\$0	Level of Overcollateralization <sup>1</sup> : 109.14%
Z = Negative Carry Factor calculation	\$127,959,974	
<b>Total: A + B + C + D + E - Y - Z</b>	<b>\$12,819,699,417</b>	

**Asset Coverage Test** **PASS**

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

<sup>1</sup> Per Section 4.3.8 of the CMHC Guide, (A) the lesser of (i) the total amount of cover pool collateral and (ii) the amount of cover pool collateral required to collateralize the covered bonds outstanding and ensure the Asset Coverage Test is met, divided by (B) the Canadian dollar equivalent of the principal amount of covered bonds outstanding under the registered covered bond program.

**Valuation Calculation**

<b>Trading Value of Covered Bonds</b>	<b>\$7,348,406,140</b>
A = LTV Adjusted Loan Present Value	\$13,753,387,753
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
<b>Present Value Adjusted Aggregate Asset Amount</b>	
<b>Total: A + B + C + D + E + F</b>	<b>\$13,753,387,753</b>

Weighted average market rate used for discounting: 3.99%

**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	\$7,747,571,952
Demand Loan	\$6,616,162,160
<b>Total</b>	<b>\$14,363,734,112</b>

**Covered Bonds Outstanding vs OSFI Limit**

Covered Bonds Currently Outstanding (CAD Equivalent):	
Issued under the Legislative Covered Bond Programme	\$7,098,642,500
<b>Total</b>	<b>\$7,098,642,500</b>
OSFI Maximum (CAD Equivalent):	\$9,948,148,280

**Cover Pool Summary Statistics**

Previous Month Ending Balance	\$14,367,961,868
Current Balance	\$14,122,199,741
Number of Mortgage loans in Pool	113,026
Average Mortgage Size	\$124,946
Number of Properties	88,900
Number of Primary Borrowers	85,639
Weighted Average Indexed Authorized LTV	61.39%
Weighted Average Indexed Drawn LTV	54.41%
Weighted Average Original LTV	72.30%
Weighted Average Interest Rate	2.82%
Weighted Average Seasoning	26.38 months
Weighted Average Original Term	53.83 months
Weighted Average Remaining Term	27.44 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	112,837	99.83%	\$14,103,572,538	99.87%
30 to 59 days past due	118	0.10%	\$12,097,565	0.09%
60 to 89 days past due	39	0.03%	\$3,914,839	0.03%
90 or more days past due	32	0.03%	\$2,614,799	0.02%
<b>Total</b>	<b>113,026</b>	<b>100.00%</b>	<b>\$14,122,199,741</b>	<b>100.00%</b>

**Cover Pool Provincial Distribution**

<u>Province</u>	<u>Number of Loans</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
British Columbia	2,654	2.35%	\$745,149,791	5.28%
Prairies	4,254	3.76%	\$829,815,210	5.88%
Ontario	17,326	15.33%	\$3,723,698,952	26.37%
Quebec	86,625	76.64%	\$8,641,709,396	61.19%
Atlantic	2,167	1.92%	\$181,826,392	1.29%
Other	0	0.00%	\$0	0.00%
<b>Total</b>	<b>113,026</b>	<b>100.00%</b>	<b>\$14,122,199,741</b>	<b>100.00%</b>

**Cover Pool Credit Score Distribution**

<u>Credit Score</u>	<u>Number of Loans</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
Score Unavailable	1,859	1.64%	\$281,589,466	1.99%
599 and below	1,383	1.22%	\$158,404,007	1.12%
600 - 650	3,115	2.76%	\$406,114,890	2.88%
651 - 700	11,071	9.80%	\$1,536,069,598	10.88%
701 - 750	35,173	31.12%	\$4,674,313,020	33.10%
751 - 800	47,516	42.04%	\$5,632,067,971	39.88%
801 and above	12,909	11.42%	\$1,433,640,790	10.15%
<b>Total</b>	<b>113,026</b>	<b>100.00%</b>	<b>\$14,122,199,741</b>	<b>100.00%</b>

**Cover Pool Interest Rate Type Distribution**

<u>Interest Rate Type</u>	<u>Number of Loans</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
Fixed	88,863	78.62%	\$10,382,337,863	73.52%
Variable	24,163	21.38%	\$3,739,861,878	26.48%
<b>Total</b>	<b>113,026</b>	<b>100.00%</b>	<b>\$14,122,199,741</b>	<b>100.00%</b>

**Cover Pool Occupancy Type Distribution**

<u>Occupancy Type</u>	<u>Number of Loans</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
Owner Occupied	98,444	87.10%	\$11,719,557,736	82.99%
Non-Owner Occupied	14,582	12.90%	\$2,402,642,005	17.01%
<b>Total</b>	<b>113,026</b>	<b>100.00%</b>	<b>\$14,122,199,741</b>	<b>100.00%</b>

**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	49,880	44.13%	\$7,272,723,877	51.50%
Amortizing Segment of All-in-One Product	63,146	55.87%	\$6,849,475,864	48.50%
<b>Total</b>	<b>113,026</b>	<b>100.00%</b>	<b>\$14,122,199,741</b>	<b>100.00%</b>

**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 2.000	424	0.38%	\$64,324,859	0.46%
2.000 - 2.999	83,258	73.66%	\$10,646,221,469	75.39%
3.000 - 3.999	27,390	24.23%	\$3,198,298,848	22.65%
4.000 - 4.999	1,189	1.05%	\$137,043,303	0.97%
5.000 - 5.999	141	0.12%	\$16,522,344	0.12%
6.000 - 6.999	623	0.55%	\$59,687,826	0.42%
7.000 - 7.999	1	0.00%	\$101,091	0.00%
8.000 or Greater	0	0.00%	\$0	0.00%
<b>Total</b>	<b>113,026</b>	<b>100.00%</b>	<b>\$14,122,199,741</b>	<b>100.00%</b>

**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	60,496	53.52%	\$2,932,715,751	20.77%
100,000 - 149,999	19,732	17.46%	\$2,434,846,152	17.24%
150,000 - 199,999	13,332	11.80%	\$2,311,295,233	16.37%
200,000 - 249,999	7,376	6.53%	\$1,644,784,923	11.65%
250,000 - 299,999	4,267	3.78%	\$1,163,898,248	8.24%
300,000 - 349,999	2,542	2.25%	\$821,209,729	5.82%
350,000 - 399,999	1,624	1.44%	\$605,503,241	4.29%
400,000 - 449,999	965	0.85%	\$407,738,081	2.89%
450,000 - 499,999	677	0.60%	\$320,452,240	2.27%
500,000 - 549,999	440	0.39%	\$231,194,853	1.64%
550,000 - 599,999	303	0.27%	\$173,770,184	1.23%
600,000 - 649,999	230	0.20%	\$143,382,303	1.02%
650,000 - 699,999	172	0.15%	\$115,858,845	0.82%
700,000 - 749,999	150	0.13%	\$108,879,715	0.77%
750,000 - 799,999	126	0.11%	\$97,551,499	0.69%
800,000 - 849,999	116	0.10%	\$95,468,788	0.68%
850,000 - 899,999	116	0.10%	\$101,258,548	0.72%
900,000 - 949,999	79	0.07%	\$72,960,385	0.52%
950,000 - 999,999	106	0.09%	\$102,441,217	0.73%
1,000,000 and above	177	0.16%	\$236,989,808	1.68%
<b>Total</b>	<b>113,026</b>	<b>100.00%</b>	<b>\$14,122,199,741</b>	<b>100.00%</b>

**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	13,196	11.68%	\$1,385,916,401	9.81%
6 - 11	11,346	10.04%	\$1,228,084,354	8.70%
12 - 23	28,399	25.13%	\$3,481,628,234	24.65%
24 - 35	26,203	23.18%	\$3,156,049,667	22.35%
36 - 47	20,367	18.02%	\$2,975,348,223	21.07%
48 - 59	12,341	10.92%	\$1,749,565,598	12.39%
60 - 71	1,078	0.95%	\$133,325,258	0.94%
72 - 83	32	0.03%	\$2,746,404	0.02%
84 or Greater	64	0.06%	\$9,535,603	0.07%
<b>Total</b>	<b>113,026</b>	<b>100.00%</b>	<b>\$14,122,199,741</b>	<b>100.00%</b>

**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	88,639	78.42%	\$10,797,470,023	76.46%
Condominium	13,035	11.53%	\$1,700,679,426	12.04%
2-4 Family Units	11,352	10.04%	\$1,624,050,291	11.50%
<b>Total</b>	<b>113,026</b>	<b>100.00%</b>	<b>\$14,122,199,741</b>	<b>100.00%</b>

**Cover Pool Indexed LTV - Authorized Distribution**

<u>Indexed LTV (%)</u>	<u>Number of Loans</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
20.00 and below	2,781	2.46%	\$126,340,741	0.89%
20.01 - 25.00	1,713	1.52%	\$134,160,157	0.95%
25.01 - 30.00	2,543	2.25%	\$232,102,919	1.64%
30.01 - 35.00	3,185	2.82%	\$363,963,373	2.58%
35.01 - 40.00	4,575	4.05%	\$558,362,611	3.95%
40.01 - 45.00	5,892	5.21%	\$809,557,216	5.73%
45.01 - 50.00	7,303	6.46%	\$1,005,189,860	7.12%
50.01 - 55.00	8,034	7.11%	\$1,122,470,090	7.95%
55.01 - 60.00	9,806	8.68%	\$1,327,900,355	9.40%
60.01 - 65.00	11,941	10.56%	\$1,541,088,779	10.91%
65.01 - 70.00	12,995	11.50%	\$1,739,388,852	12.32%
70.01 - 75.00	18,182	16.09%	\$2,308,476,772	16.35%
75.01 - 80.00	18,954	16.77%	\$2,264,436,047	16.03%
Greater than 80.00	5,122	4.53%	\$588,761,965	4.17%
<b>Total</b>	<b>113,026</b>	<b>100.00%</b>	<b>\$14,122,199,741</b>	<b>100.00%</b>

**Cover Pool Indexed LTV - Drawn Distribution**

<u>Indexed LTV (%)</u>	<u>Number of Loans</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
20.00 and below	9,314	8.24%	\$474,875,377	3.36%
20.01 - 25.00	4,491	3.97%	\$377,542,838	2.67%
25.01 - 30.00	5,268	4.66%	\$511,129,207	3.62%
30.01 - 35.00	5,904	5.22%	\$652,096,188	4.62%
35.01 - 40.00	7,190	6.36%	\$845,430,441	5.99%
40.01 - 45.00	8,333	7.37%	\$1,075,068,533	7.61%
45.01 - 50.00	9,445	8.36%	\$1,247,511,996	8.83%
50.01 - 55.00	9,842	8.71%	\$1,332,883,680	9.44%
55.01 - 60.00	10,635	9.41%	\$1,463,150,646	10.36%
60.01 - 65.00	11,808	10.45%	\$1,597,332,465	11.31%
65.01 - 70.00	11,938	10.56%	\$1,715,201,178	12.15%
70.01 - 75.00	11,458	10.14%	\$1,704,182,961	12.07%
75.01 - 80.00	6,639	5.87%	\$978,288,053	6.93%
Greater than 80.00	761	0.67%	\$147,506,177	1.04%
<b>Total</b>	<b>113,026</b>	<b>100.00%</b>	<b>\$14,122,199,741</b>	<b>100.00%</b>

**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	\$63,766,080	\$10,119,051	\$173,058,021	\$223,489,575	\$4,273,945	\$0	\$474,706,672
20.01 - 25.00	\$51,096,217	\$11,982,997	\$144,734,194	\$166,043,855	\$3,502,283	\$0	\$377,359,545
25.01 - 30.00	\$55,790,140	\$15,297,732	\$202,037,837	\$231,796,874	\$5,518,100	\$0	\$510,440,683
30.01 - 35.00	\$72,726,242	\$17,121,045	\$267,149,426	\$288,371,479	\$6,500,329	\$0	\$651,868,520
35.01 - 40.00	\$83,099,415	\$22,101,955	\$344,068,541	\$385,053,668	\$10,911,314	\$0	\$845,234,892
40.01 - 45.00	\$88,872,365	\$25,289,521	\$437,954,961	\$504,454,178	\$17,907,524	\$0	\$1,074,478,549
45.01 - 50.00	\$82,715,129	\$49,336,214	\$485,089,504	\$595,233,390	\$34,406,103	\$0	\$1,246,780,340
50.01 - 55.00	\$86,802,838	\$60,027,441	\$414,654,985	\$729,727,712	\$38,989,477	\$0	\$1,330,202,453
55.01 - 60.00	\$67,771,017	\$72,432,667	\$351,218,848	\$946,692,366	\$22,923,906	\$0	\$1,461,038,803
60.01 - 65.00	\$43,990,051	\$90,508,778	\$304,822,124	\$1,143,544,690	\$11,699,655	\$0	\$1,594,565,298
65.01 - 70.00	\$32,648,701	\$111,038,231	\$257,796,718	\$1,298,026,935	\$12,943,274	\$0	\$1,712,453,859
70.01 - 75.00	\$12,960,338	\$145,153,456	\$204,947,139	\$1,329,510,355	\$7,875,345	\$0	\$1,700,446,633
75.01 - 80.00	\$2,727,637	\$140,400,743	\$85,120,267	\$745,133,938	\$3,658,396	\$0	\$977,040,981
Greater than 80.00	\$0	\$57,362,484	\$48,917,302	\$40,675,523	\$0	\$0	\$146,955,308
<b>Total</b>	<b>\$744,966,170</b>	<b>\$828,172,314</b>	<b>\$3,721,569,867</b>	<b>\$8,627,754,537</b>	<b>\$181,109,650</b>	<b>\$0</b>	<b>\$14,103,572,538</b>

**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	\$40,368	\$128,337	\$0	\$0	\$168,705
20.01 - 25.00	\$0	\$0	\$0	\$25,438	\$0	\$0	\$25,438
25.01 - 30.00	\$183,621	\$0	\$127,127	\$377,776	\$0	\$0	\$688,523
30.01 - 35.00	\$0	\$0	\$0	\$168,139	\$0	\$0	\$168,139
35.01 - 40.00	\$0	\$0	\$0	\$195,549	\$0	\$0	\$195,549
40.01 - 45.00	\$0	\$0	\$0	\$270,972	\$51,314	\$0	\$322,286
45.01 - 50.00	\$0	\$0	\$0	\$269,105	\$0	\$0	\$269,105
50.01 - 55.00	\$0	\$251,065	\$365,106	\$624,094	\$200,429	\$0	\$1,440,694
55.01 - 60.00	\$0	\$0	\$103,813	\$1,087,433	\$0	\$0	\$1,191,245
60.01 - 65.00	\$0	\$0	\$0	\$1,780,773	\$0	\$0	\$1,780,773
65.01 - 70.00	\$0	\$226,590	\$0	\$1,057,334	\$0	\$0	\$1,283,924
70.01 - 75.00	\$0	\$0	\$656,330	\$2,242,525	\$0	\$0	\$2,898,855
75.01 - 80.00	\$0	\$517,071	\$176,430	\$472,588	\$0	\$0	\$1,166,090
Greater than 80.00	\$0	\$434,119	\$0	\$64,120	\$0	\$0	\$498,239
<b>Total</b>	<b>\$183,621</b>	<b>\$1,428,844</b>	<b>\$1,469,175</b>	<b>\$8,764,182</b>	<b>\$251,743</b>	<b>\$0</b>	<b>\$12,097,565</b>



**National Bank of Canada Legislative Covered Bond Programme**  
**Monthly Investor Report**  
 Calculation Date: 31 May 2018

**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	\$45,323	\$0	\$30,990	\$0	\$0	\$76,313
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	\$184,698	\$0	\$0	\$184,698
45.01 - 50.00	\$0	\$0	\$0	\$144,237	\$212,427	\$0	\$356,664
50.01 - 55.00	\$0	\$0	\$579,127	\$101,002	\$89,870	\$0	\$769,999
55.01 - 60.00	\$0	\$168,728	\$0	\$0	\$0	\$0	\$168,728
60.01 - 65.00	\$0	\$0	\$0	\$501,847	\$0	\$0	\$501,847
65.01 - 70.00	\$0	\$0	\$80,783	\$898,260	\$0	\$0	\$979,043
70.01 - 75.00	\$0	\$0	\$0	\$743,934	\$0	\$0	\$743,934
75.01 - 80.00	\$0	\$0	\$0	\$80,983	\$0	\$0	\$80,983
Greater than 80.00	\$0	\$0	\$0	\$52,630	\$0	\$0	\$52,630
<b>Total</b>	<b>\$0</b>	<b>\$214,051</b>	<b>\$659,910</b>	<b>\$2,738,580</b>	<b>\$302,297</b>	<b>\$0</b>	<b>\$3,914,839</b>

**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	\$81,541	\$0	\$0	\$81,541
25.01 - 30.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
30.01 - 35.00	\$0	\$0	\$0	\$59,529	\$0	\$0	\$59,529
35.01 - 40.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
40.01 - 45.00	\$0	\$0	\$0	\$83,001	\$0	\$0	\$83,001
45.01 - 50.00	\$0	\$0	\$0	\$105,887	\$0	\$0	\$105,887
50.01 - 55.00	\$0	\$0	\$0	\$411,934	\$58,600	\$0	\$470,534
55.01 - 60.00	\$0	\$0	\$0	\$647,767	\$104,102	\$0	\$751,869
60.01 - 65.00	\$0	\$0	\$0	\$484,547	\$0	\$0	\$484,547
65.01 - 70.00	\$0	\$0	\$0	\$484,351	\$0	\$0	\$484,351
70.01 - 75.00	\$0	\$0	\$0	\$93,539	\$0	\$0	\$93,539
75.01 - 80.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Greater than 80.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,452,097</b>	<b>\$162,703</b>	<b>\$0</b>	<b>\$2,614,799</b>

**Cover Pool Indexed LTV - Drawn by Credit Bureau Score**

<u>Indexed LTV (%)</u>	<u>599 and below</u>	<u>600 - 650</u>	<u>651 - 700</u>	<u>701 - 750</u>	<u>751 - 800</u>	<u>801 and above</u>	<u>Score Unavailable</u>	<u>Total</u>
20.00 and below	\$1,450,998	\$3,654,139	\$18,189,450	\$60,230,827	\$273,917,340	\$107,160,644	\$10,271,980	\$474,875,377
20.01 - 25.00	\$909,170	\$6,160,148	\$18,293,274	\$66,214,999	\$220,951,534	\$54,208,849	\$10,804,864	\$377,542,838
25.01 - 30.00	\$2,682,611	\$10,171,524	\$30,915,642	\$110,796,617	\$276,420,261	\$67,329,771	\$12,812,780	\$511,129,207
30.01 - 35.00	\$5,959,401	\$10,416,183	\$45,918,025	\$155,805,913	\$341,219,325	\$72,483,555	\$20,293,786	\$652,096,188
35.01 - 40.00	\$7,677,171	\$17,155,405	\$58,179,431	\$225,669,255	\$413,698,289	\$98,419,052	\$24,631,839	\$845,430,441
40.01 - 45.00	\$9,047,402	\$27,345,442	\$95,026,937	\$296,385,305	\$505,613,401	\$117,124,532	\$24,525,512	\$1,075,068,533
45.01 - 50.00	\$16,010,782	\$34,904,821	\$115,937,251	\$374,432,093	\$548,833,669	\$132,909,951	\$24,483,429	\$1,247,511,996
50.01 - 55.00	\$16,338,650	\$42,005,401	\$124,268,638	\$444,012,932	\$551,152,074	\$128,778,198	\$26,327,788	\$1,332,883,680
55.01 - 60.00	\$17,990,753	\$46,594,242	\$157,376,601	\$488,122,106	\$573,941,248	\$145,705,798	\$33,419,899	\$1,463,150,646
60.01 - 65.00	\$22,873,943	\$52,024,100	\$183,586,391	\$581,084,003	\$583,235,808	\$148,929,812	\$25,598,410	\$1,597,332,465
65.01 - 70.00	\$23,194,611	\$54,946,977	\$216,255,350	\$704,942,229	\$535,840,874	\$151,181,754	\$28,839,382	\$1,715,201,178
70.01 - 75.00	\$17,965,515	\$54,756,400	\$267,135,959	\$715,829,201	\$494,271,392	\$129,571,003	\$24,653,491	\$1,704,182,961
75.01 - 80.00	\$14,023,436	\$35,622,749	\$178,280,088	\$392,852,554	\$277,918,583	\$66,886,710	\$12,703,933	\$978,288,053
Greater than 80.00	\$2,279,564	\$10,357,363	\$26,706,560	\$57,934,985	\$35,054,173	\$12,951,160	\$2,222,372	\$147,506,177
<b>Total</b>	<b>\$158,404,007</b>	<b>\$406,114,890</b>	<b>\$1,536,069,598</b>	<b>\$4,674,313,020</b>	<b>\$5,632,067,971</b>	<b>\$1,433,640,790</b>	<b>\$281,589,466</b>	<b>\$14,122,199,741</b>



### 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](http://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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