

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)	44.28
Weighted Average Remaining Term of Loans in Cover Pool (months)	27.59

Series Ratings

	<u>Moody's</u>	<u>DBRS</u>	<u>Fitch Ratings</u>
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

	<u>Standard & Poor's</u>	<u>Moody's</u>	<u>DBRS</u>	<u>Fitch Ratings</u>
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)

	<u>Moody's (Deposit Rating)</u>	<u>DBRS (Debt Ratings)</u>	<u>Fitch Ratings (Issuer Default Rating)</u>
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.

<u>Role (Current Party)</u>	<u>Moody's</u>	<u>DBRS</u>	<u>Fitch</u>
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:

	<u>Moody's</u>	<u>DBRS</u>	<u>Fitch</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</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(cr)*	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</u>
(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:

	<u>Moody's</u>	<u>DBRS</u>	<u>Fitch</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</u>
(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

Outstanding Covered Bonds	\$7,098,642,500	
A = Lesser of (i) LTV Adjusted True Balance and (ii) Asset Percentage Adjusted True Balance	\$13,172,056,391	A(i): \$14,359,209,572 A(ii): \$13,172,056,391
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 ¹ : 109.14%
Z = Negative Carry Factor calculation	\$130,974,466	
Total: A + B + C + D + E - Y - Z	\$13,041,081,924	

Asset Coverage Test **PASS**

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

¹ 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

Trading Value of Covered Bonds	\$7,519,083,607
A = LTV Adjusted Loan Present Value	\$14,025,221,839
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	\$14,025,221,839

Weighted average market rate used for discounting: 3.88%

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	\$7,747,611,601
Demand Loan	\$6,848,515,233
Total	\$14,596,126,834

Covered Bonds Outstanding vs OSFI Limit

Covered Bonds Currently Outstanding (CAD Equivalent):	
Issued under the Legislative Covered Bond Programme	\$7,098,642,500
Total	\$7,098,642,500
OSFI Maximum (CAD Equivalent):	\$9,687,964,880

Cover Pool Summary Statistics

Previous Month Ending Balance	\$14,600,179,026
Current Balance	\$14,367,961,868
Number of Mortgage loans in Pool	114,849
Average Mortgage Size	\$125,103
Number of Properties	90,208
Number of Primary Borrowers	86,883
Weighted Average Indexed Authorized LTV	61.44%
Weighted Average Indexed Drawn LTV	54.51%
Weighted Average Original LTV	72.32%
Weighted Average Interest Rate	2.81%
Weighted Average Seasoning	26.20 months
Weighted Average Original Term	53.79 months
Weighted Average Remaining Term	27.59 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	114,697	99.87%	\$14,348,805,178	99.87%
30 to 59 days past due	79	0.07%	\$11,380,858	0.08%
60 to 89 days past due	44	0.04%	\$4,106,648	0.03%
90 or more days past due	29	0.03%	\$3,669,185	0.03%
Total	114,849	100.00%	\$14,367,961,868	100.00%

Cover Pool Provincial Distribution

<u>Province</u>	<u>Number of Loans</u>	<u>Percentage</u>	<u>Principal Balance</u>	<u>Percentage</u>
British Columbia	2,689	2.34%	\$755,355,278	5.26%
Prairies	4,302	3.75%	\$841,296,452	5.86%
Ontario	17,563	15.29%	\$3,780,661,866	26.31%
Quebec	88,107	76.72%	\$8,806,621,665	61.29%
Atlantic	2,188	1.91%	\$184,026,607	1.28%
Other	0	0.00%	\$0	0.00%
Total	114,849	100.00%	\$14,367,961,868	100.00%

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	1,896	1.65%	\$286,826,112	2.00%
599 and below	1,423	1.24%	\$164,053,140	1.14%
600 - 650	3,173	2.76%	\$414,587,612	2.89%
651 - 700	11,266	9.81%	\$1,565,754,038	10.90%
701 - 750	35,760	31.14%	\$4,754,847,804	33.09%
751 - 800	48,239	42.00%	\$5,728,017,278	39.87%
801 and above	13,092	11.40%	\$1,453,875,884	10.12%
Total	114,849	100.00%	\$14,367,961,868	100.00%

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	90,410	78.72%	\$10,577,107,508	73.62%
Variable	24,439	21.28%	\$3,790,854,360	26.38%
Total	114,849	100.00%	\$14,367,961,868	100.00%

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	100,065	87.13%	\$11,931,468,250	83.04%
Non-Owner Occupied	14,784	12.87%	\$2,436,493,618	16.96%
Total	114,849	100.00%	\$14,367,961,868	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	50,895	44.31%	\$7,416,836,953	51.62%
Amortizing Segment of All-in-One Product	63,954	55.69%	\$6,951,124,916	48.38%
Total	114,849	100.00%	\$14,367,961,868	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 2.000	462	0.40%	\$71,071,359	0.49%
2.000 - 2.999	85,900	74.79%	\$10,961,496,120	76.29%
3.000 - 3.999	26,620	23.18%	\$3,129,004,334	21.78%
4.000 - 4.999	1,217	1.06%	\$139,330,574	0.97%
5.000 - 5.999	144	0.13%	\$16,859,998	0.12%
6.000 - 6.999	505	0.44%	\$50,098,173	0.35%
7.000 - 7.999	1	0.00%	\$101,310	0.00%
8.000 or Greater	0	0.00%	\$0	0.00%
Total	114,849	100.00%	\$14,367,961,868	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	61,418	53.48%	\$2,980,827,862	20.75%
100,000 - 149,999	20,039	17.45%	\$2,472,850,737	17.21%
150,000 - 199,999	13,580	11.82%	\$2,354,996,938	16.39%
200,000 - 249,999	7,501	6.53%	\$1,672,841,502	11.64%
250,000 - 299,999	4,348	3.79%	\$1,186,091,995	8.26%
300,000 - 349,999	2,578	2.24%	\$832,824,077	5.80%
350,000 - 399,999	1,657	1.44%	\$617,812,207	4.30%
400,000 - 449,999	980	0.85%	\$413,793,426	2.88%
450,000 - 499,999	697	0.61%	\$329,830,090	2.30%
500,000 - 549,999	442	0.38%	\$232,155,565	1.62%
550,000 - 599,999	315	0.27%	\$180,634,232	1.26%
600,000 - 649,999	231	0.20%	\$144,010,127	1.00%
650,000 - 699,999	175	0.15%	\$117,828,389	0.82%
700,000 - 749,999	151	0.13%	\$109,503,466	0.76%
750,000 - 799,999	134	0.12%	\$103,728,051	0.72%
800,000 - 849,999	120	0.10%	\$98,841,719	0.69%
850,000 - 899,999	116	0.10%	\$101,394,158	0.71%
900,000 - 949,999	80	0.07%	\$73,839,508	0.51%
950,000 - 999,999	110	0.10%	\$106,458,145	0.74%
1,000,000 and above	177	0.15%	\$237,699,675	1.65%
Total	114,849	100.00%	\$14,367,961,868	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	13,913	12.11%	\$1,455,085,928	10.13%
6 - 11	11,148	9.71%	\$1,183,359,594	8.24%
12 - 23	28,024	24.40%	\$3,471,754,812	24.16%
24 - 35	27,313	23.78%	\$3,295,998,298	22.94%
36 - 47	20,514	17.86%	\$2,942,935,211	20.48%
48 - 59	13,010	11.33%	\$1,901,425,010	13.23%
60 - 71	833	0.73%	\$105,474,543	0.73%
72 - 83	34	0.03%	\$2,835,651	0.02%
84 or Greater	60	0.05%	\$9,092,820	0.06%
Total	114,849	100.00%	\$14,367,961,868	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	90,089	78.44%	\$10,989,393,777	76.49%
Condominium	13,260	11.55%	\$1,733,042,344	12.06%
2-4 Family Units	11,500	10.01%	\$1,645,525,747	11.45%
Total	114,849	100.00%	\$14,367,961,868	100.00%

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	2,792	2.43%	\$125,478,620	0.87%
20.01 - 25.00	1,739	1.51%	\$136,799,931	0.95%
25.01 - 30.00	2,579	2.25%	\$234,011,882	1.63%
30.01 - 35.00	3,226	2.81%	\$370,199,054	2.58%
35.01 - 40.00	4,634	4.03%	\$564,729,987	3.93%
40.01 - 45.00	5,980	5.21%	\$820,100,618	5.71%
45.01 - 50.00	7,452	6.49%	\$1,025,565,397	7.14%
50.01 - 55.00	8,135	7.08%	\$1,135,685,563	7.90%
55.01 - 60.00	10,001	8.71%	\$1,339,973,695	9.33%
60.01 - 65.00	12,108	10.54%	\$1,573,800,875	10.95%
65.01 - 70.00	13,255	11.54%	\$1,781,136,156	12.40%
70.01 - 75.00	18,481	16.09%	\$2,346,595,612	16.33%
75.01 - 80.00	19,250	16.76%	\$2,309,797,925	16.08%
Greater than 80.00	5,217	4.54%	\$604,086,553	4.20%
Total	114,849	100.00%	\$14,367,961,868	100.00%

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	9,392	8.18%	\$481,092,440	3.35%
20.01 - 25.00	4,546	3.96%	\$380,727,990	2.65%
25.01 - 30.00	5,294	4.61%	\$514,333,974	3.58%
30.01 - 35.00	5,989	5.21%	\$664,192,034	4.62%
35.01 - 40.00	7,315	6.37%	\$856,530,241	5.96%
40.01 - 45.00	8,352	7.27%	\$1,079,863,453	7.52%
45.01 - 50.00	9,620	8.38%	\$1,268,086,028	8.83%
50.01 - 55.00	10,000	8.71%	\$1,354,906,180	9.43%
55.01 - 60.00	10,853	9.45%	\$1,480,640,541	10.31%
60.01 - 65.00	11,914	10.37%	\$1,617,954,851	11.26%
65.01 - 70.00	12,209	10.63%	\$1,756,359,585	12.22%
70.01 - 75.00	11,767	10.25%	\$1,749,683,867	12.18%
75.01 - 80.00	6,799	5.92%	\$1,007,963,031	7.02%
Greater than 80.00	799	0.70%	\$155,627,654	1.08%
Total	114,849	100.00%	\$14,367,961,868	100.00%

Provincial Distribution by Indexed LTV - Drawn and Aging Summary

Current and less than 30 days past due

Indexed LTV (%)	British Columbia	Prairies	Ontario	Quebec	Atlantic	Other	Total
20.00 and below	\$64,411,560	\$9,870,889	\$175,554,711	\$226,950,621	\$4,082,047	\$0	\$480,869,827
20.01 - 25.00	\$51,713,059	\$10,962,171	\$148,155,414	\$166,268,527	\$3,433,137	\$0	\$380,532,308
25.01 - 30.00	\$57,036,642	\$16,516,339	\$201,050,311	\$233,436,054	\$5,725,781	\$0	\$513,765,127
30.01 - 35.00	\$74,394,808	\$17,283,612	\$276,866,485	\$288,918,585	\$6,590,428	\$0	\$664,053,918
35.01 - 40.00	\$82,369,719	\$22,762,738	\$343,895,866	\$395,548,911	\$10,792,604	\$0	\$855,369,838
40.01 - 45.00	\$92,090,331	\$22,942,626	\$440,353,985	\$505,571,417	\$18,222,853	\$0	\$1,079,181,213
45.01 - 50.00	\$82,130,042	\$51,208,741	\$489,309,121	\$609,432,377	\$34,642,980	\$0	\$1,266,723,262
50.01 - 55.00	\$87,483,568	\$61,313,573	\$423,806,859	\$740,505,188	\$39,681,558	\$0	\$1,352,790,747
55.01 - 60.00	\$67,189,011	\$74,617,766	\$357,266,130	\$954,435,105	\$24,493,709	\$0	\$1,478,001,721
60.01 - 65.00	\$45,156,707	\$89,623,056	\$304,827,857	\$1,163,077,299	\$11,107,675	\$0	\$1,613,792,593
65.01 - 70.00	\$33,205,989	\$112,198,708	\$266,704,783	\$1,328,689,361	\$12,946,757	\$0	\$1,753,745,599
70.01 - 75.00	\$13,371,178	\$143,923,995	\$211,238,746	\$1,370,182,075	\$8,346,018	\$0	\$1,747,062,011
75.01 - 80.00	\$2,972,411	\$148,369,206	\$85,864,553	\$767,058,800	\$3,297,840	\$0	\$1,007,562,810
Greater than 80.00	\$0	\$59,081,944	\$51,432,567	\$44,839,694	\$0	\$0	\$155,354,204
Total	\$753,525,026	\$840,675,364	\$3,776,327,388	\$8,794,914,013	\$183,363,387	\$0	\$14,348,805,178

30 to 59 days past due

Indexed LTV (%)	British Columbia	Prairies	Ontario	Quebec	Atlantic	Other	Total
20.00 and below	\$192,001	\$0	\$0	\$30,612	\$0	\$0	\$222,612
20.01 - 25.00	\$0	\$0	\$114,142	\$0	\$0	\$0	\$114,142
25.01 - 30.00	\$0	\$0	\$0	\$241,855	\$0	\$0	\$241,855
30.01 - 35.00	\$0	\$0	\$0	\$78,587	\$0	\$0	\$78,587
35.01 - 40.00	\$0	\$0	\$1,160,404	\$0	\$0	\$0	\$1,160,404
40.01 - 45.00	\$0	\$0	\$350,168	\$249,437	\$46,670	\$0	\$646,275
45.01 - 50.00	\$0	\$0	\$575,763	\$313,695	\$72,607	\$0	\$962,065
50.01 - 55.00	\$0	\$0	\$414,296	\$575,617	\$0	\$0	\$989,914
55.01 - 60.00	\$0	\$168,728	\$449,293	\$438,405	\$115,829	\$0	\$1,172,255
60.01 - 65.00	\$1,431,889	\$0	\$0	\$1,672,841	\$0	\$0	\$3,104,730
65.01 - 70.00	\$0	\$0	\$113,347	\$556,377	\$0	\$0	\$669,724
70.01 - 75.00	\$0	\$0	\$657,517	\$986,282	\$0	\$0	\$1,643,799
75.01 - 80.00	\$0	\$0	\$0	\$154,158	\$0	\$0	\$154,158
Greater than 80.00	\$0	\$220,337	\$0	\$0	\$0	\$0	\$220,337
Total	\$1,623,890	\$389,065	\$3,834,929	\$5,297,867	\$235,107	\$0	\$11,380,858



National Bank of Canada Legislative Covered Bond Programme
Monthly Investor Report
 Calculation Date: 30 Apr 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	\$0	\$0	\$81,541	\$0	\$0	\$81,541
25.01 - 30.00	\$0	\$0	\$260,711	\$38,443	\$27,837	\$0	\$326,991
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	\$35,965	\$0	\$0	\$35,965
45.01 - 50.00	\$0	\$0	\$0	\$105,887	\$0	\$0	\$105,887
50.01 - 55.00	\$0	\$0	\$0	\$270,730	\$90,107	\$0	\$360,837
55.01 - 60.00	\$0	\$0	\$0	\$488,980	\$251,569	\$0	\$740,548
60.01 - 65.00	\$0	\$0	\$0	\$651,397	\$0	\$0	\$651,397
65.01 - 70.00	\$0	\$0	\$0	\$1,398,841	\$0	\$0	\$1,398,841
70.01 - 75.00	\$0	\$0	\$0	\$158,578	\$0	\$0	\$158,578
75.01 - 80.00	\$0	\$0	\$0	\$246,064	\$0	\$0	\$246,064
Greater than 80.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total	\$0	\$0	\$260,711	\$3,476,424	\$369,513	\$0	\$4,106,648

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	\$59,529	\$0	\$0	\$59,529
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	\$238,838	\$55,975	\$0	\$0	\$294,813
50.01 - 55.00	\$0	\$0	\$0	\$706,083	\$58,600	\$0	\$764,684
55.01 - 60.00	\$206,362	\$232,024	\$0	\$287,630	\$0	\$0	\$726,016
60.01 - 65.00	\$0	\$0	\$0	\$406,130	\$0	\$0	\$406,130
65.01 - 70.00	\$0	\$0	\$0	\$545,421	\$0	\$0	\$545,421
70.01 - 75.00	\$0	\$0	\$0	\$819,480	\$0	\$0	\$819,480
75.01 - 80.00	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Greater than 80.00	\$0	\$0	\$0	\$53,113	\$0	\$0	\$53,113
Total	\$206,362	\$232,024	\$238,838	\$2,933,360	\$58,600	\$0	\$3,669,185

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	\$1,424,234	\$3,500,574	\$18,728,331	\$61,188,102	\$277,606,719	\$108,375,890	\$10,268,588	\$481,092,440
20.01 - 25.00	\$957,048	\$6,259,583	\$16,820,995	\$66,102,587	\$222,883,593	\$56,810,557	\$10,893,629	\$380,727,990
25.01 - 30.00	\$3,014,649	\$9,821,944	\$29,887,447	\$111,523,535	\$279,599,196	\$67,538,554	\$12,948,649	\$514,333,974
30.01 - 35.00	\$5,631,332	\$10,493,444	\$49,403,666	\$157,545,791	\$347,827,900	\$73,315,256	\$19,974,644	\$664,192,034
35.01 - 40.00	\$7,571,116	\$16,538,890	\$59,665,012	\$228,577,318	\$419,667,598	\$97,753,426	\$26,756,880	\$856,530,241
40.01 - 45.00	\$9,589,702	\$28,787,181	\$93,479,728	\$299,162,808	\$508,492,461	\$115,902,130	\$24,449,443	\$1,079,863,453
45.01 - 50.00	\$15,663,581	\$35,817,028	\$114,254,927	\$380,031,820	\$561,538,318	\$136,789,586	\$23,990,769	\$1,268,086,028
50.01 - 55.00	\$17,339,914	\$42,943,031	\$129,705,679	\$450,415,388	\$557,355,089	\$127,675,547	\$29,471,532	\$1,354,906,180
55.01 - 60.00	\$19,272,849	\$47,689,211	\$159,563,083	\$495,807,120	\$576,414,681	\$148,359,299	\$33,534,297	\$1,480,640,541
60.01 - 65.00	\$23,860,499	\$52,411,887	\$186,457,826	\$582,266,174	\$593,586,415	\$153,548,035	\$25,824,015	\$1,617,954,851
65.01 - 70.00	\$24,032,447	\$55,929,383	\$219,743,167	\$723,998,064	\$554,442,682	\$150,849,310	\$27,364,532	\$1,756,359,585
70.01 - 75.00	\$19,386,672	\$55,496,404	\$275,212,505	\$737,576,639	\$506,568,906	\$130,695,830	\$24,746,911	\$1,749,683,867
75.01 - 80.00	\$13,896,441	\$38,666,704	\$184,105,000	\$400,563,004	\$284,478,132	\$72,214,588	\$14,039,163	\$1,007,963,031
Greater than 80.00	\$2,412,657	\$10,232,349	\$28,726,671	\$60,089,454	\$37,555,588	\$14,047,876	\$2,563,059	\$155,627,654
Total	\$164,053,140	\$414,587,612	\$1,565,754,038	\$4,754,847,804	\$5,728,017,278	\$1,453,875,884	\$286,826,112	\$14,367,961,868

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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