

markeTplus Stock Market Index-Linked Term Deposit

The Nelson & District Credit Union markeTplus Stock Market Index-Linked Term Deposit is an ideal option for those wanting to earn greater potential returns from the stock market without risking their principal investment.

The markeTplus returns are calculated based on the performance of the S&P/TSX 60¹ stock market index. This index represents 60 of the foremost publicly traded companies across Canada's leading industry sectors.

features & benefits

- Five-year term
- RRSP and non-registered eligible
- Potential for stock market returns
- Diversified investment mix
- \$1000 minimum investment
- \$1000 increments
- Deposit protected by CUDIC insurance²
- Principal investment 100% protected
- No fees
- No commissions
- Interest paid once, at maturity of term
- Your investment stays local

markeTplus is for members:

- seeking principal protection
- wishing to diversify their investment portfolio with equity-linked investments that carry no fees
- wishing to seek a higher potential return
- with a five-year investment horizon
- with the commitment to maintain investment until maturity
- not dependent on the investment as a primary source of income or RRIF conversion
- willing to forgo the guaranteed return of a traditional term deposit (GIC) for the opportunity to benefit from a potential higher return

S&P/TSX 60 sector breakdown

- Financials
- Energy
- Materials
- Industries
- Telecommunications
- Consumer Discretionary
- Health Care
- Consumer Staples
- Information Technology
- Utilities

markeTplus

how returns are calculated

The calculation is based on the following rate and values.

Participation Rate: The degree to which the return on the markeTplus term is linked to the actual performance of the S&P/TSX 60 (125% for the five-year deposit).

Average Value: Calculated by adding the monthly averaging date closing values for the index between the first valuation date and the maturity date and dividing that total by the months in the term (five-years = 60 months).

Starting Value: Calculated at the close of business on a predetermined date (strike date).

formula

$$\frac{\text{Average Monthly Closing Value} - \text{Starting Value}}{\text{Starting Value}} \times \text{Participation Rate \%} = \text{Return \%}$$

Return / # of years = Annual rate of return % (simplified for descriptive purposes; not compounded)

example of five-year investment calculation

$$\frac{775 - 700}{700} \times 125\% = 13.39\%$$

Annual rate of return calculation: 13.39% / 5 = 2.68%

For more information or to invest in a markeTplus stock market index-linked term deposit, please stop by Nelson & District Credit Union, call 1.877.352.7207 or visit us at nelsoncu.com/markeTplus

This document provides an overview of the markeTplus Stock Market Index-Linked Term Deposit for information purposes only. If there is any discrepancy between this document and the Deposit Agreement, the latter will take precedence.

Income Tax: Tax will be deferred only on Index-Linked Term Deposits held inside registered plans.

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2. For more information on deposit insurance, consult CUDIC's publication "Consumer Information - Your Guide to BC Credit Union Deposit Insurance."