

**Performance U.S. 2022 (5 Year Term)
S&P 500 (SPX Index)-CAD Hedged - Linked Term Deposit Product
Terms and Conditions**

*Opening Valuation Date: March 10, 2022	* Cap – Return on Deposit limited to 20%
*Averaging Dates: December 15, 2026; January 15, 2027; February 18, 2027	* Base Rate of Interest - 0%
*Non-redeemable prior to maturity date	* Index Participation up to Cap - 100%
*Maturity Date: February 18, 2027	* Return if any, to be paid after maturity date

Return on Deposit: Returns are based on the stock price performance of the S&P 500 Index. Member will earn a Return on Deposit equal to 100% of the percentage increase in the S&P 500 Index for the period commencing from March 10, 2022, to February 18, 2027, up to a maximum Return on Deposit of 20% of the principal amount of deposit. The Return on Deposit will be calculated as the percentage rate of total stock price change in the S&P 500 Index based on the change in the closing level of the S&P 500 Index on March 10, 2022, and the arithmetic mean of the official closing price of the S&P 500 Index on each Averaging Date. Should the closing level of the S&P 500 Index as calculated using the Averaging Dates be equal to or less than the closing level of the S&P 500 Index on March 10, 2022, the Return on Deposit shall be 0%.

**Performance of
The S&P 500:**

Past performance of the S&P 500 Index does not guarantee future performance and any historical performance or return information is provided by the Credit Union only for illustrative purposes. This deposit does not provide a guaranteed rate of Return on Deposit, and the Return on Deposit will fluctuate in relation to the performance of the S&P 500 Index. The value of the S&P 500 Index will be determined by Standard & Poor's, a division of S&P Global Inc. ("S&P") or its designate. Should Standard & Poor's cease publishing a value for the S&P 500 Index, the Index value will be determined solely by Credit Union Central Alberta Limited or its designate.

**Status of
Investment:**

An investment in the **Performance U.S 2022** index-linked deposit product is a deposit with the Credit Union. The member is not making a direct investment in, nor does the member obtain any ownership or beneficial interest in the underlying securities of the S&P 500 Index as a result of this investment. References in these terms and conditions to the S&P 500 Index are solely to determine the amount of Return on Deposit payable on the member's deposit with the Credit Union.

Eligibility:

The Performance U.S. 2022 deposit product qualifies as an eligible investment for both RRSP and TFSA accounts as well as non-registered investments. Investors in the Performance U.S 2022 deposit product should ensure that the 5 years locked in term will not conflict with their obligations under the Income Tax Act to convert their Retirement Savings Plan (RSP) to a Retirement Income Fund (RIF) at age 71. This consideration should be given because of the difficulty of this product complying with future cash flow requirements of a RIF. Any investments in the Performance U.S. 2022 deposit product made outside of a registered account which increase in value are considered interest income and taxed as per the investor's individual requirements as outlined in the Government of Canada Income Tax Act.

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Deposit Insurance: The principal and any Return on Deposit (if any), of the **Performance U.S. 2022** index-linked deposit product are 100% guaranteed by the Credit Union Deposit Guarantee Corporation. For clarity, equity-linked products such as the **Performance U.S. 2022** are guaranteed for only the amount of the member's principal investment. Returns, if any, are not insured unless the equity-linked product has reached its maturity date.

In the Event of Death of Member: **The deposit is not redeemable prior to the Maturity Date except in the event of death of the member.** In the event of death, the estate representative has the choice of the following three options:

Option A - Leave the Principal on Deposit

- The Principal and Return on Deposit will be paid to the estate upon maturity.

Option B - Redeem Deposit Prior to Maturity

- The Principal will be paid subject to an early redemption fee, as outlined below. A Return on Deposit will not be paid under Option B.

(Principal Amount / 1000) x (# of Days remaining until maturity) x (\$0.10)

Option C - Transfer

- Transfers to a surviving spouse's RRSP may be made subject to the continuation of these terms and conditions and if so, no early redemption fee will be assessed.

Market Disruption Event:

A Market Disruption Event is the suspension or material limitation of trading of securities resulting in a delay in the calculation of the S&P 500 Index. A Market Disruption Event prior to March 10, 2022 may result in the suspension or cancellation of this product (in which case, the member would then be allowed to choose any term deposit desired with interest paid retroactively). A Market Disruption Event after March 10, 2022 will delay the payment of Return on Deposit at maturity until the value of the S&P 500 Index could be determined. It will be the sole discretion of Credit Union Central Alberta Limited to determine whether a Market Disruption Event has occurred.

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Index Disclaimer:

The deposit is not sponsored, endorsed, sold, or promoted by S&P Dow Jones Indices LLC, a division of S&P Global Inc. ("S&P"). S&P make no representation or warranty, express or implied, to the holders of the deposit or any member of the public regarding the advisability of investing in securities generally or in the deposit particularly or the ability of the S&P 500 Index to track general stock market performance. The relationship of S&P to the Credit Union is solely in relation to the licensing (or sublicensing) of certain trademarks and trade names of S&P 500 Index, which is determined, composed, and calculated by S&P without regard to the deposit. S&P has no obligation to take the needs of the Credit Union or the holders of the deposit(s) into consideration in determining, composing, or calculating the S&P 500 Index. S&P are not responsible for and have not participated in the determination of the timing of the issue of the deposit(s), or quantities of the deposits to be issued, or in the determination or calculation of the equation by which the Return on Deposit is determined. S&P has no obligation or liability in connection with the administration, marketing, or trading of the deposit(s). S&P does not guarantee the accuracy and/or the completeness of the S&P 500 Index or any data included therein, and S&P shall have no liability for any errors, omissions, or interruptions therein. S&P makes no warranty, express or implied, as to results to be obtained by the Credit Union, holders of the deposit(s), or any other person or entity from the use of the S&P 500 Index or any data included therein. S&P makes no express or implied warranties or conditions, and expressly disclaim all warranties or conditions of merchantability, merchantable quality, or fitness for a particular purpose or use with respect to the S&P 500 Index or any data included therein. Without limiting any of the foregoing, in no event shall S&P have any liability for any special punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

**Investment
Disclaimer:**

This Deposit is designed for individuals hoping to earn a higher rate of return than is available via traditional deposits, but who are willing to accept the risk of earning no return or a minimal return while having their principal guaranteed. Neither the Credit Union nor Credit Union Central Alberta Limited makes any representation or warranty, express or implied, to any member regarding the suitability of investing in securities generally or in this index-linked Term Deposit specifically, nor with respect to the ability of the Credit Union or Credit Union Central Alberta Limited to track stock market performance.