

**Statement of transitional coverage pursuant to
the *Canada Deposit Insurance Corporation Deposit Insurance Information By-law***

To: Members of Caisse populaire acadienne ltée (the Caisse)

As of July 1st 2016, now that Caisse populaire acadienne ltée has become a federal credit union, all eligible pre-existing deposits and any new deposits are protected by the Canada Deposit Insurance Corporation (CDIC).

The focus of the *CDIC Insurance Information By-law* is to ensure that depositors receive accurate and timely information about CDIC deposit protection where they conduct their banking activities. This document, which is a requirement pursuant to *CDIC Insurance Information By-law*, provides information about CDIC protection during the transition period following July 1, 2016 and once that transition period is over. The information included in this Statement is in force as of the date of the Statement

The transition period is defined as follows: in respect of a pre-existing deposit that is to be repaid on a fixed day, the period that begins on the continuation day and ends on that fixed day; and in the case of any other pre-existing deposit, the period that begins on the continuation day and ends on the day that is 180 days after the continuation date of July 1st, 2016

Deposit Protection provided by CDIC after July 1, 2016

During the transition period, CDIC will cover your eligible deposits on similar terms and conditions as were in effect before July 1st, 2016. The deposit insurance coverage will therefore be the same as that afforded to members of the caisses by the New Brunswick Credit Union Deposit Insurance Corporation prior to that date.

As a result, any eligible pre-existing deposit, except a term deposit, is covered up to the maximum of \$250,000 until December 27th, 2016, subtracting any withdrawals made from such deposit during the transition period. CDIC will cover up to a maximum of \$250,000 any insured pre-existing term deposit until its maturity date.

For members of more than one caisse populaire (i.e., members who had accounts in more than one caisse populaire prior to July 1st, 2016), the deposit insurance coverage will be maintained during the transition period as if all caisses populaires were separate and distinct. This applies to all eligible deposits made before the July 1, 2016 minus amounts withdrawn from these pre-existing deposits after that date) and for a period not exceeding the transition period.

Any other eligible deposit made with the Caisse from July 1st, 2016 onward is separately covered by CDIC up to a maximum of \$100,000 per deposit category.

Deposit protection provided by CDIC following the transition period:

As of December 28th, 2016, CDIC deposit protection for an eligible pre-existing deposit, other than a pre-existing term deposit, will be \$100,000 per deposit category.

After the transition period, eligible deposits made before July 1st, 2016 and those made afterward will be combined by category and will benefit from the deposit protection set out in the *CDIC Act*.

For any questions you may have regarding deposit insurance coverage please visit the Canada Deposit Insurance Corporation website at www.cdic.ca.