



Canadiana Financial Corp. Relationship with Paradigm Quest Inc.

Canadiana Financial Corp. is partnered with Paradigm Quest Inc. (Paradigm) a business processing and mortgage administration company. In the underwriting, adjudication and servicing of the Canadiana Financial Corp. mortgages you will work with employees of Paradigm that are dedicated to Canadiana Financial Corp. originators and the originator's borrowers.

Paradigm is an experienced and growing business process and mortgage administration outsourcing company currently administering over \$18 billion in assets under administration. Together with Canadiana Financial Corp., the two teams aim to continually to provide originators and the originator's borrowers a service excellence experience.

Borrowers will notice the clause 'Canadiana Financial Corp. mortgages are facilitated by Paradigm Quest Inc.' on a number of their mortgage documents in an effort to disclose our relationship with Canadiana Financial Corp. .

How are Canadiana Financial Corp. Mortgages Funded?

Canadiana Financial Corp. mortgages are funded by several Financial Institutions within the capital markets. These capital market institutional partners fund multibillion dollars in mortgage transactions yearly on a domestic and international basis.

These capital market institutional partners in turn participate in the National Housing Act's (NHA) Mortgage-Backed Securities (MBS) Program managed by the Canada Mortgage and Housing Corp (CMHC). The program involves the pooling of mortgages which make investing in mortgages available to individuals such as yourself and institutions for investment purposes.

The NHA MBS represents an undivided interest in a pool of NHA-insured residential mortgages. As mortgages, these financial instruments are secured by the value of the underlying real estate.

CMHC provides Mortgage Loan Insurance on all pooled mortgages and an unconditional guarantee under the National Housing Act (NHA) of timely payment to NHA MBS investors.

Why are Canadiana Financial Corp. Mortgages registered Computershare Trust Company of Canada?

Computershare Trust Company of Canada holds mortgages in trust for our capital markets investors. By holding these mortgages in trust, the investor is able to participate in the Canada Mortgage Bond program that is run by the Canada Mortgage and Housing Corporation (CMHC).

Computershare is responsible for providing certification that the loans meet the requirements of the NHA Mortgage Backed Securities Program. While the mortgage is registered in the name of Computershare Trust Company of Canada and will show on the borrowers' documents as such, Paradigm provides service to Canadiana Financial Corp. borrowers. Computershare simply facilitates the NHA Mortgage Backed Securities program by providing custodial certifications to CMHC and act as the Central Payor and Transfer Agent. Computershare has no ownership or interest in your mortgage with Canadiana Financial Corp.