

THE REGIONAL MUNICIPALITY OF PEEL
SCHEDULE "A" TO BY-LAW NUMBER 59-2013

| (1) | (2) | (3) | (4) | (5) | (6) | (7) | |
|--|---|---|----------------------------------|---|---|--|------------------------------------|
| <u>Project No.</u> | <u>Capital Work (project description)</u> | <u>By-Law # (Report #)</u> | <u>M.O.E. Certificate Number</u> | <u>Approved Principal Amount to be Financed through the Issue of Debentures</u> \$ | <u>Debentures Previously Issued</u> \$ | <u>Debentures Issued Under this By-Law</u> \$ | <u>Term of Debentures</u> Years |
| The Regional Municipality of Peel | | | | | | | |
| <u>Social Housing</u> | | | | | | | |
| 035001 | Capital costs in connection with the John Street Housing project (Chapelview) | 57-2003 59-2003 18-2006 29-2006 19-2010 52-2010 175-2011 45-2013 | N/A | 41,906,000.00 | 2,000,000.00 ¹ | 21,466,199.00 | 40 |
| 095032 | Capital costs in connection with the Creditview Road & Eglinton Avenue Housing project (Creditvale Mills) | 74-2008 6-2009 119-2009 26-2010 81-2011 45-2013 | N/A | 53,184,000.00 | N/A | 11,533,801.00 | 40 |
| <u>Total Social Housing</u> | | | | | | 33,000,000.00 | |
| GRAND TOTAL | | | | | | 33,000,000.00 | |

¹ Debentures issued to the Federation of Canadian Municipalities.

Schedule 'A' to By-law Number 59-2013

-2-

SCHEDULE

| Year | Interest Rate | Interest Payment June 20 \$ | Interest Payment December 20 \$ | Total Annual Interest Payment \$ | Annual Sinking Fund Contribution June 20 \$ | Principal Balance Outstanding June 20 \$ |
|------|---------------|-----------------------------------|---------------------------------------|--|--|---|
| 2013 | 3.95 | -- | 651,750.00 | 651,750.00 | | 33,000,000 |
| 2014 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2015 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2016 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2017 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2018 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2019 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2020 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2021 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2022 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2023 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2024 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2025 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2026 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2027 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2028 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2029 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2030 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2031 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2032 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2033 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2034 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2035 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2036 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2037 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2038 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2039 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2040 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2041 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2042 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2043 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2044 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2045 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2046 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2047 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2048 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2049 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2050 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2051 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2052 | 3.95 | 651,750.00 | 651,750.00 | 1,303,500.00 | 347,275.15 | 33,000,000 |
| 2053 | 3.95 | 651,750.00 | -- | 651,750.00 | -- | -- |
| | | 26,721,750.00 | 26,721,750.00 | 52,140,000.00 | 13,891,006.00 | |

LEGAL OPINION

We have examined the Debenture By-law of the Issuer authorizing the issue of sinking fund debentures in the aggregate principal amount of \$33,000,000.00 dated June 20, 2013 and maturing on June 20, 2053.

The Debenture By-law has been properly passed and is within the legal powers of the Issuer. The global sinking fund debenture issued under the Debenture By-law in the within form (the "**Global Debenture**") is a direct, general, unsubordinated, joint and several obligation of the Issuer and of its lower-tier municipalities (the "**Lower-tier Municipalities**"). The Global Debenture is enforceable against the Issuer and the Lower-tier Municipalities subject to the special jurisdiction and powers of the Ontario Municipal Board over defaulting municipalities under the *Municipal Affairs Act*, as amended. This opinion is subject to and incorporates all the assumptions, qualifications and limitations set out in our opinion letter delivered on the date of the Global Debenture.

Toronto, June 20, 2013

BORDEN LADNER GERVAIS LLP

CONDITIONS OF GLOBAL DEBENTURE

Form, Denomination, Ranking and Beneficial Interests in Global Debenture

1. The debentures issued pursuant to the Debenture By-law (individually a "**Debenture**" and collectively the "**Debentures**") are issuable as fully registered Debentures without coupons in minimum denominations of \$1,000.00.
2. The Debentures are direct, general, unsubordinated, joint and several obligations of the Issuer and of the Lower-tier Municipalities. The Debentures rank concurrently and equally in respect of payment of principal and interest with all other debentures of the Issuer except for the availability of money in a sinking or retirement fund for a particular issue of debentures.
3. This Debenture is a Global Debenture registered in the name of the nominee of CDS and held by CDS. Beneficial interests in this Global Debenture are represented through book entry accounts, to be established and maintained by CDS, on its records for CDS' participants (the "**Participants**") in accordance with its participant agreement and rules and procedures which are posted on CDS' website.
4. Except in the limited circumstances described herein, owners of beneficial interests in this Global Debenture will not be entitled to have Debentures registered in their names, will not receive or be entitled to receive physical delivery of Debentures and will not be considered registered holders of Debentures under the Conditions. The Issuer does not have any responsibility or liability for maintaining, supervising or reviewing any records of CDS or the Participants relating to payments made or to be made by CDS or any Participant on account of beneficial ownership interests in this Global Debenture.

Certificated Debentures

5. This Global Debenture is exchangeable, in whole but not in part, for certificated Debentures in definitive form registered in the name of a person other than CDS or its nominee only upon the occurrence of any of the following events (a) upon reasonable notice by CDS to the Issuer, CDS may discontinue the eligibility of this Global Debenture on deposit, or cease to hold this Global Debenture in respect of the Debentures, with or without cause; or (b) if CDS ceases to be a recognized clearing agency under applicable Canadian or provincial securities legislation and a successor is not appointed; or (c) if the Issuer gives CDS appropriate notice that it is unable or unwilling to continue to have CDS hold this Global Debenture as a book entry only security or that it desires or has processed an entitlement requiring a withdrawal of this Global Debenture, and the Issuer has all right, power, capacity and authority to do so.
6. Debentures issued in exchange for this Global Debenture shall be issued as certificated Debentures in definitive form in authorized denominations, shall have the same benefits and be subject to the same terms and conditions as this Global Debenture (except insofar as they specifically relate to this Global Debenture as such), shall be registered in such names and in such denominations as CDS shall direct and shall be delivered as directed by the persons in whose names such definitive Debentures are to be registered.
7. Upon the exchange of certificated Debentures in definitive form for this Global Debenture, the Issuer shall receive and cancel this Global Debenture, shall reduce the holdings of CDS & CO. on the registry to nil and shall issue or cause to be issued in exchange for this Global Debenture certificated Debentures in definitive form in an aggregate principal amount equal to and in exchange for the Participants' proportionate interests in this Global Debenture as of the record

date for such exchange, as directed by CDS. On or after any such exchange, but only to the extent reasonably practicable in the circumstances, the Issuer shall make all payments in respect of such certificated Debentures in definitive form to the registered holders thereof, notwithstanding such exchange occurred after the record date for any payment and prior to such payment date.

Registration

8. The Issuer will keep at its designated office in the Region of Peel a registry in which shall be entered the names and addresses of the registered holders of Debentures and particulars of the Debentures held by them respectively and in which transfers, exchanges and substitutions of Debentures may be registered.

Title

9. The Issuer shall not be bound to see to the execution of any trust affecting the ownership of any Debenture or be affected by notice of any equity that may be subsisting in respect thereof. The Issuer shall deem and treat registered holders of Debentures, including this Global Debenture, as the absolute owners thereof for all purposes whatsoever notwithstanding any notice to the contrary and all payments to or to the order of registered holders shall be valid and effectual to discharge the liability of the Issuer on the Debentures to the extent of the amount or amounts so paid.

Payments of Principal and Interest

10. In each year during the currency of the Debentures, the amount of \$1,303,500.00 shall be payable for interest on the Debentures (\$651,750.00 on each of December 20 and June 20, commencing on December 20, 2013) and the amount of \$347,275.15 shall be deposited on or before June 20 (commencing on June 20, 2014) annually by the Issuer into a sinking fund for the payment of the principal of the Debentures at maturity (the "Sinking Fund"), all in accordance with the provisions of the *Municipal Act, 2001*, as amended.
11. The record date for purposes of payment of a deposit into the Sinking Fund and of payment of principal and of interest on the Debentures is as of 5:00 p.m. on the sixteenth calendar day preceding any Payment Date, including the maturity date. Principal of and interest on the Debentures are payable by the Issuer to the persons registered as holders in the registry on the relevant record date. The Issuer shall not be required to register any transfer, exchange or substitution of Debentures during the period from any record date to the corresponding Payment Date.
12. The Issuer shall make all payments in respect of semi-annual interest on the Debentures on each Payment Date commencing on December 20, 2013 and of the principal at maturity electronically in final and irrevocable same-day funds in accordance with the applicable requirements of CDS, so long as this Global Debenture is held by CDS.
13. In the case that certificated Debentures in definitive form are issued, the Issuer shall make all payments in respect of principal and outstanding interest in lawful money of Canada at maturity upon presentation and surrender thereof at any specified branch in Canada of the Issuer's bank designated in the definitive Debentures, and prior to maturity, shall make payments of interest, by

Schedule 'A' to By-law Number 59-2013

-6-

cheque sent by mail to the registered addresses of the registered holders or, if authorized in writing, by electronic transfer.

14. Whenever it is necessary to compute any amount of interest in respect of the Debentures for a period of less than one full year, other than with respect to regular semi-annual interest payments, such interest shall be calculated on the basis of the actual number of days in the period and a year of 365 days or 366 days, if applicable.
15. Payments in respect of contributions to the Sinking Fund as well as principal of and interest on the Debentures shall be made only on a day on which banking institutions in Toronto, Ontario, are not authorized or obligated by law or executive order to be closed (a "**Business Day**"), and if any date for payment is not a Business Day, payment shall be made on the next following Business Day and no further interest shall be paid in respect of the delay in such payment.
16. Where a Debenture is registered in more than one name, the principal of and interest from time to time payable on such Debenture shall be paid to or to the order of all the joint registered holders thereof, failing written instructions to the contrary from all such joint registered holders, and such payment shall constitute a valid discharge to the Issuer.
17. In the case of the death of one or more joint registered holders, despite sections 9 and 16 of the Conditions, the principal of and interest on any Debentures registered in their names may be paid to the survivor or survivors of such holders and such payment shall constitute a valid discharge to the Issuer.

Transfers, Exchanges and Substitutions

18. Debentures are transferable or exchangeable at the office of the Regional Treasurer of the Issuer upon presentation for such purpose accompanied by an instrument of transfer or exchange in a form approved by the Issuer and which form is in accordance with the prevailing Canadian transfer legislation and practices, executed by the registered holder thereof or such holder's duly authorized attorney or legal personal representative, whereupon and upon registration of such transfer or exchange and cancellation of the Debenture or Debentures presented, a new Debenture or Debentures of an equal aggregate principal amount in any authorized denomination or denominations will be delivered as directed by the transferee, in the case of a transfer or as directed by the registered holder in the case of an exchange.
19. The Issuer shall issue and deliver Debentures in exchange for or in substitution for Debentures outstanding on the registry with the same maturity date and of like form in the event of a defacement, loss, mysterious or unexplainable disappearance, theft, destruction or dematerialization, provided that the applicant therefor shall have (i) paid such costs as may have been incurred in connection therewith; (ii) (in the case of a lost, mysteriously or unexplainably missing, stolen, destroyed or dematerialized Debenture) furnished the Issuer with such evidence (including evidence as to the certificate number of the Debenture in question) and indemnity in respect thereof satisfactory to the Issuer in its discretion; and (iii) surrendered to the Issuer any defaced Debenture in respect of which new Debentures are to be issued in substitution.
20. Each Debenture executed and delivered upon any registration of transfer or exchange for or in substitution for any Debenture or part thereof shall carry all the rights to interest, if any, accrued and unpaid which were carried by such Debenture or part thereof and shall be so dated.
21. Subject to an agreement that the Issuer may enter into to the contrary, the Issuer shall not impose any fees in respect of the Debentures, in the normal course of business, other than reasonable fees for the issue of new Debentures or for the issue of new cheques in substitution

for Debentures that are defaced, lost, mysteriously or unexplainably missing, stolen, destroyed or dematerialized, or interest cheques that are defaced, lost, mysteriously or unexplainably missing, stolen or destroyed.

Purchases

22. Subject to the investment policies and goals of the Issuer and the applicable legislation, the Issuer may, if not in default under the Debentures, at any time purchase Debentures in the open market or by tender or by private contract at any price and on such terms and conditions (including without limitation, the manner by which any tender offer may be communicated or accepted and the persons to whom it may be addressed) as the Issuer may in its discretion determine.

Additional Debentures

23. The Issuer reserves the right to issue additional sinking fund debentures of the same maturity, interest rate and terms and conditions.

Notices

24. Except as otherwise expressly provided herein, any notice required to be given to a registered holder of one or more of the Debentures will be sufficiently given if a copy of such notice is mailed or otherwise delivered to the registered address of such registered holder. If the Issuer or any registered holder is required to give any notice in connection with the Debentures on or before any day and that day is not a Business Day then such notice may be given on the next following Business Day.

Time

25. Unless otherwise expressly provided herein, any reference herein to a time shall be considered to be a reference to Toronto time.

Governing Law

26. The Debentures are governed by and shall be construed in accordance with the laws of the Province of Ontario and the federal laws of Canada applicable in Ontario.