
S&P/TSX 60*

Index-Linked Term Deposits SERIES 78

Term Sheet Available

January/February 2018

Features

Income

Index-Linked Term Deposits will pay 100% of the percentage difference between the Starting Value and the Average of Sets Value of the Index on the final Valuation Date, multiplied by the Participation Rate, multiplied by the Principal Amount.

Terms

Three-year:

March 15, 2018 to
March 15, 2021

Investment must be paid by:

March 1, 2018

Five-year:

March 15, 2018 to
March 15, 2023

Investment must be paid by:

March 1, 2018

Minimum Investment

\$500.00

Commissions, Management & Administration Fees

None

Redemptions

Not redeemable prior to maturity.

Retirement Planning

The term deposit is RRSP/TFSA eligible.

Guaranteed Deposits

The principal and any return on Index-Linked Term Deposits are fully guaranteed by League Savings and Mortgage. Please ask us for details

Sales Period

January 1, 2018 to March 1, 2018.

Who Should Consider an Index-Linked Term Deposit?

1. Depositors who are looking for a deposit with a principal guarantee that offers the potential for a higher return than the return paid on fixed rate deposits.
2. Depositors who are looking for an equity-linked investment that carries no fees or commissions.
3. Individuals searching for a diversified investment in Canadian corporations.
4. Conservative individuals who are not willing to risk their initial investment.

Income Tax

Tax will be deferred on Index-Linked Term Deposits held inside registered plans. However, the income tax consequences of holding an Index-Linked Term Deposit outside a registered plan will depend upon a holder's particular circumstances, and holders should consult their tax advisors before considering the investment outside a registered plan.

Calculating the Interest

The interest return on the deposit will be based upon the participation rate multiplied by the average return of the S&P/TSX 60 Index over the term of the deposit

The average is calculated by adding the monthly averaging date closing values for the S&P/TSX 60 Index between the start date and the maturity date and dividing that total by the months in the term (36 for the three-year deposit and 60 for the five-year deposit). That average is then compared to the starting level of the S&P/TSX 60 Index at the close of business March 7, 2018. The investor will receive the percentage difference between the average and the starting value, multiplied by the participation rate.

Three-year Deposit

On March 15, 2021, the investor will receive any calculated interest plus the original Deposit Principal amount.

Five-year Deposit

On March 15, 2023, the investor will receive any calculated interest plus the original Deposit Principal amount.

Risks

Unlike other term deposits, there is no guaranteed return on this product. Depending on the performance of the stocks comprising the S&P/TSX 60 Index over the term, it is possible that, at maturity, the investor will receive only their principal back.

Examples: Each example starts with an investment size of \$1,000 with the index starting value at 450.

Three-year Example

1. The average of the monthly values of the S&P/TSX 60 Index over the term of the deposit is 517.50. The Participation Rate is 75%. At the maturity date of the deposit the Depositor will receive:

$$[(517.50 - 450) / 450] * 0.75 = 11.25\%$$

$$\$1,000 \times 11.25\% = \$112.50 \text{ plus the original } \$1,000.$$

The compounded annual rate of return in this example, based on the exact term of the deposit is 3.62%.

Five-year Example

1. The average of the monthly values of the S&P/TSX 60 Index over the term of the deposit is 562.50. The Participation Rate is 125%. At the maturity date of the deposit the Depositor will receive:

$$[(562.50 - 450) / 450] * 1.25 = 31.25\%$$

$$\$1,000 \times 31.25\% = \$312.50 \text{ plus the original } \$1,000.$$

The compounded annual rate of return in this example, based on the exact term of the deposit is 5.59%.

* **For both the three-year and five-year deposits, should the average of the monthly index sets be lower than the start value of the index, the return on the deposit will be 0.00% and the Depositor will receive only their principal deposit back at maturity.**

* Standard & Poor's® and "S&P®" are trademarks of The McGraw-Hill Companies, Inc. and have been licensed for use by Credit1 Credit Union and sublicensed by League Savings and Mortgage. "TSX" is a trademark of the Toronto Stock Exchange and has been licensed for use by Central1 Credit Union and sublicensed by League Savings and Mortgage. The Index-Linked Term Deposits are not sponsored, endorsed, sold or promoted by Standard & Poor's or the Toronto Stock Exchange and neither party makes any representation regarding the advisability of investing in these deposits.

S&P/TSX 60 Index

The S&P/TSX 60 Index tracks sixty foremost companies in leading industries in Canada, providing investors with a broad but manageable index. Candidates for the S&P/TSX 60 Index are evaluated for ample liquidity and efficient share pricing, as well as representation of important industry segments within Canada.

The S&P/TSX 60 Index provides economic diversity over ten market sectors. These include Materials, Industrials, Telecommunication Services, Consumer Discretionary, Consumer Staples, Energy, Financials, Health Care, Information Technology, and Utilities.

S&P/TSX 60 INDEX DECEMBER 20, 2017 (Source: www.tmxmoney.com)

Symbol	Company	Symbol	Company
AEM	Agnico-Eagle Mines	GIL	Gildan Activewear
AGU	Agrium	G	Goldcorp Inc.
ATD.B	Alimentation Couche-Tard	HSE	Husky Energy
ARX	ARC Resources Ltd.	IMO	Imperial Oil
BMO	Bank of Montreal	IPL	Inter Pipeline
BNS	Bank of Nova Scotia	K	Kinross Gold
ABX	Barrick Gold Corp.	L	Loblaw Companies
BCE	BCE Inc.	MG	Magna International
BB	BlackBerry Limited	MFC	Manulife Financial
BBD.B	Bombardier Inc.	MRU	Metro Inc.
BAM.A	Brookfield Asset Management	NA	National Bank of Canada
CCO	Cameco Corp.	PPL	Pembina Pipeline Corp.
CM	Canadian Imperial Bank of Commerce	POT	Potash Corp. of Saskatchewan
CNR	Canadian National Railway	POW	Power Corp of Canada
CNQ	Canadian Natural Resources	QSR	Restaurant Brands Intl.
CP	Canadian Pacific Railway	RCLB	Rogers Communications
CTC.A	Canadian Tire Corporation	RY	Royal Bank of Canada
CCL B	CCL Industries Inc	SAP	Saputo Inc.
CVE	Cenovus Energy	SJR.B	Shaw Communications
GIB.A	CGI Group	SNC	SNC – Lavalin Group
CSU	Constellation Software	SLF	Sun Life Financial Inc.
CPG	Crescent Point Energy	SU	Suncor Energy
DOL	Dollarama Inc.	TCK.B	Teck Resources
ENB	Enbridge Inc.	T	TELUS Corp.
EMA	Emera Incorporated	TRI	Thomson Reuters
ECA	EnCana Corp.	TD	Toronto-Dominion Bank
FM	First Quantum Minerals	TRP	TransCanada Corp.
FTS	Fortis Inc.	VRX	Valeant Pharmaceuticals Intl.
FNV	Franco-Nevada	WCN	Waste Connections Inc
WN	George Weston	WPM	Wheaton Precious Metals Corp.

This Index-Linked Term Deposit is not sponsored, endorsed, sold or promoted by Standard & Poor's, a division of The McGraw-Hill Companies, Inc. ("S&P") or the Toronto Stock Exchange ("TSX"). S&P and the TSX make no representation or warranty, express or implied, to the owners of this deposit or any member of the public regarding the advisability of investing in securities generally or in these deposits particularly or the ability of the S&P/TSX 60 Index to track general stock market performance. S&P's and the TSX's only relationship to the Credit Union is the sublicensing of certain trademarks and trade names of S&P and the TSX and/or of the S&P/TSX 60 Index, which is determined, composed and calculated by S&P without regard to the Credit Union or the deposits. S&P and the TSX have no obligation to take the needs of the Credit Union or the owners of the deposits into consideration in determining, composing or calculating the S&P/TSX 60 Index. S&P and the TSX are not responsible for and have not participated in the determination of the timing of the issue of the deposits, prices at which the deposits will be issued, or quantities of the deposits to be issued, or in the determination or calculation of the equation by which the deposits are to be converted into cash. S&P and TSX have no obligation or liability in connection with the administration, marketing or trading of the deposits.

S&P AND THE TSX DO NOT GUARANTEE THE ACCURACY AND/OR THE COMPLETENESS OF THE S&P/TSX 60 INDEX OR ANY DATA INCLUDED THEREIN, AND S&P AND THE TSX 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, OWNERS OF THE DEPOSITS, OR ANY OTHER PERSON OR ENTITY FROM THE USE OF THE S&P/TSX 60 INDEX OR ANY DATA INCLUDED THEREIN. S&P AND THE TSX MAKE 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/TSX 60 INDEX OR ANY DATA INCLUDED THEREIN. WITHOUT LIMITING ANY OF THE FOREGOING, IN NO EVENT SHALL S&P OR THE TSX HAVE ANY LIABILITY FOR ANY SPECIAL, PUNITIVE, INDIRECT, OR CONSEQUENTIAL DAMAGES (INCLUDING LOST PROFITS), EVEN IF NOTIFIED OF THE POSSIBILITY OF SUCH DAMAGES.