

Amendment to Cost of Borrowing Disclosure Statement

90-Day Interest Free Mortgage

We are pleased to offer you a 90-day interest free mortgage where the interest for the first 90 days of the loan will be paid by us. This 90-day interest free mortgage is subject to the following terms and conditions, which terms and conditions are in addition to and/or modify, as applicable, the terms and conditions set out in the Cost of Borrowing Disclosure Statement to which this Amendment is attached.

NOTE: The “Total Amount of all Payments”, the “Interest Costs”, the “Total Cost of Borrowing” and the “Annual Percentage Rate” as set out in the Cost of Borrowing Disclosure Statement do not reflect the 90-day interest free period and, as such, are higher than the actual amounts that will be collected by us (assuming all regular payments are made on time and in accordance with the terms therein).

You hereby agree and confirm:

1. Unless otherwise defined in this Amendment, capitalized terms used in this Amendment have the same meanings as given to those terms in the Cost of Borrowing Disclosure Statement.
2. Each Regular Mortgage Payment as set out in the Cost of Borrowing Disclosure Statement is made up of principal and interest. From the Interest Adjustment Date until 90 days thereafter (the “**Interest-Free Period**”) you will only be responsible for paying to us the principal portion of each Regular Mortgage Payment due and payable during the Interest-Free Period. Following the Interest-Free Period, you will be responsible for paying to us the entire amount of each Regular Mortgage Payment.
3. In addition to the Prepayment Charges set out in the Cost of Borrowing Disclosure Statement, the additional Prepayment Charges will be due and payable as follows:

Prepayment in Full

You may prepay the Mortgage in full only upon payment of the amount set out in the Cost of Borrowing Disclosure Statement **plus** an amount equal to 0.75% (the “**Additional Prepayment Charge**”) of the total amount prepaid if the prepayment occurs within the first year of the Interest Adjustment Date. On each anniversary date of the Interest Adjustment Date, the Additional Prepayment Charge will be reduced by 0.15%. See the Additional Prepayment Charge chart below.

For example: If you prepay \$100,000, being all of the outstanding Principal Amount, before the first anniversary date, in addition to any other penalties or fees, you must also pay \$750 (\$100,000 x 0.0075).

Partial Prepayment

In addition to any other charges or fees that may be due when you prepay a portion, but not all of the Principal Amount in excess of your prepayment privileges, you must **also pay** the Additional Prepayment Charge on the amount paid in excess of your prepayment privilege. On each anniversary date of the Interest Adjustment Date, the Additional Prepayment Charge will be reduced by 0.15%. See the Additional Prepayment Charge chart below.

For example: If you make a partial prepayment after the first anniversary date and before the second anniversary date of the Interest Adjustment Date:

Prepayment made: \$50,000
 Prepayment Privilege available: \$40,000
 Excess amount: \$10,000

In addition to any other penalties or fees, you must also pay \$60 (\$10,000 x 0.0060).

Additional Prepayment Charge chart

Date of Prepayment	Additional Prepayment Charge
Before the first anniversary of the Interest Adjustment Date	0.75%
After the first anniversary and before the second anniversary of the Interest Adjustment Date	0.60%

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After the second anniversary and before the third anniversary of the Interest Adjustment Date	0.45%
After the third anniversary and before the fourth anniversary of the Interest Adjustment Date	0.30%
After the fourth anniversary and before the fifth anniversary of the Interest Adjustment Date	0.15%

_____ Please initial here to acknowledge that you have read and understood the terms and conditions for the 90-day interest free mortgage and the Additional Prepayment Charges all as outlined above.