LIQUIDATING TRUST INVESTMENT GUIDELINES

Investment Objective

The investment objective of the Liquidating Trust ("The Fund") is to facilitate the liquidation of the notes issued by the Master Asset Vehicle II (MAV II) special purpose entity held by the Fund and maximize the return of plan members holding units of the Fund.

Investment Strategy

The Portfolio Manager shall be responsible for the sale, liquidation or other disposition of the notes and other assets held in the Fund and for the reinvestment of the interest payments received by the Fund. The Portfolio Manager can dispose of the notes either to meet redemption requests or because research and valuation suggest that such disposition would maximize the liquidation value of the Fund.

The Portfolio Manager will rely on third-party investment banks, asset managers and investment consultants to monitor the various features of the notes that can influence its valuation. These features include, but are not limited to, the subordination structure, the priority of payments, the spread-loss triggers, and the margin funding facilities.

Permissible Investments

The Fund will have two categories of securities:

1) Notes received as a result of the restructuring plan that was implemented by the Pan-Canadian Investors Committee:
   - MAV II Class A-1 Notes
   - MAV II Class A-2 Notes
   - MAV II Class B Notes
   - MAV II Class C Notes
   - MAV II Tracking Note Class 13

2) Reinvested cash
   The Fund may invest the interest payments generated by the notes in high quality Canadian money market instruments such as Treasury bills, short-term government bonds (federal only); banks (bankers' acceptances and term deposits); and cash. No corporate securities allowed.

The asset mix should be restricted to the following:

Class	% Range
Governments	50% - 100%
Banks[1]	0% - 50%
Corporates	0%

The term to maturity at purchase should be limited to one year.

The Fund is not permitted to purchase additional notes that are issued by the MAV II special purpose entity.

Reinvestment of Interest Payments

The Portfolio Manager shall reinvest the interest payments received by the notes held in the Fund in high quality Canadian money market instruments only.

Liquidation Protocol

The Fund initial composition based on face value is as follows[2]:

Note	Weight
Class A-1	58%
Class A-2	31%
Class B	5%
Class C	3%
Tracking Note Class 13	3%

Every redemption request by a plan member will result in the disposition of the Fund in the same proportion. Any unsold note as a result of a redemption request will be reallocated to the Fund.

Any plan members holding units when the last expected repayment from the underlying assets is made, on January 22, 2017, will share the proceeds in proportion of their holdings of the Fund.

Example: A plan member wants to sell his/her Liquidating Trust units and the bids are as follows (net of transaction costs):
A-1 notes: $0.50
A-2 notes: $0.25
B notes: $0.05
C notes: no bid (value of $0.00)
Tracking note class 13: no bid (value of $0.00)

The member will receive $0.37 (plus his/her share of the cash in the Fund)
(58% X $0.50 + 31% X $0.25 + 5% X $0.05 + 3% X $0 + 3% X $0)

[1] "Banks" refers to the five largest Canadian Schedule 1 Chartered Banks: Royal Bank of Canada, Canadian Imperial Bank of Commerce, Scotiabank, Toronto-Dominion Bank and Bank of Montreal.
[2] Excluding cash

The notes that are not sold (C and tracking notes) will remain in the Liquidating Trust.

Risk Controls
For the reinvested interest income, the minimum quality standards are: R1-high for money market securities and AA for short-term bonds.

Performance Standards
Due to its liquidation mandate, the Fund will not be subject to performance standards, but it will be monitored by the Joint Pension Board to ensure compliance with this mandate.