

**Payment for Order Flow**

Pursuant to SEC Rule 11Ac1-3, we are required to inform you at the time you open your account and on an annual basis as to whether or not (I) National Bank of Canada Financial Inc. ("NBCFI") is engaged in any Payment for Order Flow arrangements and (II) whether NBCFI has a policy with respect thereto. Although NBCFI has no policy against engaging in Payment for Order Flow arrangements, NBCFI is currently not engaged in any Payment for Order Flow arrangements.

For your information, Payment for Order Flow is defined by the SEC as "any monetary payment, service, property, or other benefit that results in remuneration, compensation, or consideration to a broker or dealer from any broker or dealer, national securities exchange, registered securities association, or exchange member in return for the routing of customer orders by such broker or dealer to any broker or dealer, national securities exchange, registered securities association, or exchange member for execution, including but not limited to: research, clearance, custody, products or services, reciprocal agreements for the provision of order flow; adjustments of a broker or dealer's unfavorable trading errors; offers to participate as underwriter in public offerings; stock loans or shared interest accrued thereon; discounts, rebates, or any other reductions of or credits against any fee to, or expense or other financial obligation of, the broker or dealer routing a customer order that exceeds the fee, expense or financial obligation."