



## Certificate of Amendment

*Canada Business Corporations Act*

## Certificat de modification

*Loi canadienne sur les sociétés par actions*

### CAPITAL POWER CORPORATION

Corporate name / Dénomination sociale

716657-5

Corporation number / Numéro de société

I HEREBY CERTIFY that the articles of the above-named corporation are amended under section 27 of the *Canada Business Corporations Act* as set out in the attached articles of amendment designating a series of shares.

JE CERTIFIE que les statuts de la société susmentionnée sont modifiés aux termes de l'article 27 de la *Loi canadienne sur les sociétés par actions*, tel qu'il est indiqué dans les clauses modificatrices désignant une série d'actions.

Raymond Edwards

Director / Directeur

2019-05-09

Date of amendment (YYYY-MM-DD)

Date de modification (AAAA-MM-JJ)



## Form 4

### Articles of Amendment

*Canada Business Corporations Act  
(CBCA) (s. 27 or 177)*

## Formulaire 4

### Clauses modificatrices

*Loi canadienne sur les sociétés par  
actions (LCSA) (art. 27 ou 177)*

- 1 Corporate name  
Dénomination sociale  
CAPITAL POWER CORPORATION
- 2 Corporation number  
Numéro de la société  
716657-5
- 3 The articles are amended as follows  
Les statuts sont modifiés de la façon suivante

See attached schedule / Voir l'annexe ci-jointe

- 4 Declaration: I certify that I am a director or an officer of the corporation.  
Déclaration : J'atteste que je suis un administrateur ou un dirigeant de la société.

Original signed by / Original signé par

Sandra Haskins

Sandra Haskins

780-392-5230

Misrepresentation constitutes an offence and, on summary conviction, a person is liable to a fine not exceeding \$5000 or to imprisonment for a term not exceeding six months or both (subsection 250(1) of the CBCA).

Faire une fausse déclaration constitue une infraction et son auteur, sur déclaration de culpabilité par procédure sommaire, est passible d'une amende maximale de 5 000 \$ et d'un emprisonnement maximal de six mois, ou l'une de ces peines (paragraphe 250(1) de la LCSA).

You are providing information required by the CBCA. Note that both the CBCA and the *Privacy Act* allow this information to be disclosed to the public. It will be stored in personal information bank number IC/PPU-049.

Vous fournissez des renseignements exigés par la LCSA. Il est à noter que la LCSA et la *Loi sur les renseignements personnels* permettent que de tels renseignements soient divulgués au public. Ils seront stockés dans la banque de renseignements personnels numéro IC/PPU-049.

**CAPITAL POWER CORPORATION  
(THE "CORPORATION")**

**SCHEDULE / ANNEXE  
DESCRIPTION OF SHARES IN SERIES**

Pursuant to section 27 of the *Canada Business Corporations Act*, the articles of the Corporation are amended to create 8,000,000 Cumulative Minimum Rate Reset Preference Shares, Series 11 and 8,000,000 Cumulative Floating Rate Preference Shares, Series 12 which, in addition to the rights, privileges, restrictions and conditions attached to the Preference Shares as a class, shall have attached thereto the following rights, privileges, restrictions and conditions:

**A. CUMULATIVE MINIMUM RATE RESET PREFERENCE SHARES, SERIES 11**

The eleventh series of Preference Shares shall consist of up to 8,000,000 Preference Shares, which shares shall be designated as Cumulative Minimum Rate Reset Preference Shares, Series 11 (the "**Series 11 Shares**") and which, in addition to the rights, privileges, restrictions and conditions attached to the Preference Shares as a class, shall have attached thereto the following rights, privileges, restrictions and conditions:

**ARTICLE 1  
DIVIDENDS**

**1.1 Dividend Periods and Dividend Payment Dates**

A "**Dividend Period**" means the period from and including the date of initial issue of the Series 11 Shares to but excluding June 30, 2019 and, thereafter, the next succeeding period that is from and including the last calendar day (each, a "**Quarter End Date**") of each of the months of March, June, September and December in each year, as the case may be, to but excluding the next succeeding Quarter End Date. The dividend payment dates (the "**Dividend Payment Dates**") in respect of the dividends payable on the Series 11 Shares shall be the last business day of each of the months of March, June, September and December in each year.

**1.2 Payment of Dividends**

- (a) During the Initial Fixed Rate Period and each Subsequent Fixed Rate Period, the holders of Series 11 Shares shall be entitled to receive, and the Corporation shall pay thereon, if, as and when declared by the board of directors of the Corporation (the "**Board of Directors**"), out of moneys of the Corporation properly applicable to the payment of dividends, fixed, cumulative, preferential cash dividends (the "**Quarterly Dividends**") in the amounts set forth in Section 1.2(b) below payable, with respect to each Dividend Period, on the Dividend Payment Date in respect of such Dividend Period.
- (b) Subject to Section 1.3, for all Dividend Periods during:
  - (i) the Initial Fixed Rate Period, each Quarterly Dividend shall be in an amount equal to \$0.359375 per Series 11 Share; and

- (ii) each Subsequent Fixed Rate Period, each Quarterly Dividend shall be in an amount per Series 11 Share determined by multiplying one-quarter of the Annual Fixed Dividend Rate applicable to such Subsequent Fixed Rate Period by \$25.00.
- (c) The Corporation shall determine the Annual Fixed Dividend Rate for each Subsequent Fixed Rate Period on the relevant Fixed Rate Calculation Date. Such determination shall, in the absence of manifest error, be final and binding on the Corporation and all holders of Series 11 Shares. The Corporation shall, on the relevant Fixed Rate Calculation Date, give written notice of the Annual Fixed Dividend Rate for the ensuing Subsequent Fixed Rate Period to the registered holders of outstanding Series 11 Shares in accordance with the provisions of Section 7.1 hereof.
- (d) Dividends on the Series 11 Shares shall accrue daily from and including the date of issue of such shares.

### 1.3 Dividend for Other than a Full Dividend Period

- (a) The holders of Series 11 Shares shall be entitled to receive, and the Corporation shall pay thereon, if, as and when declared by the Board of Directors out of moneys of the Corporation properly applicable to the payment of dividends, an initial cumulative, preferential cash dividend in respect of the period from and including the date of the initial issue of the Series 11 Shares to but excluding June 30, 2019 in an amount per Series 11 Share equal to \$0.359375 multiplied by a fraction, the numerator of which is the number of calendar days from and including the date of the initial issue of the Series 11 Shares to but excluding June 30, 2019 and the denominator of which is 91.25, with such amount rounded to five decimal places (which, if the Series 11 Shares are issued on May 16, 2019, shall be \$0.1772 per Series 11 Share).
- (b) The holders of Series 11 Shares shall be entitled to receive, and the Corporation shall pay thereon, if, as and when declared by the Board of Directors out of moneys of the Corporation properly applicable to the payment of dividends, cumulative, preferential cash dividends for any period which is less than a full Dividend Period, in an amount per share with respect to any Series 11 Share:
  - (i) which is issued, redeemed or converted during any Dividend Period;
  - (ii) where the assets of the Corporation are distributed to the holders of the Series 11 Shares pursuant to Section 10.1 with an effective date during any Dividend Period; or
  - (iii) in any other circumstance where the number of days in a Dividend Period that such share has been outstanding is less than a full Dividend Period;

equal to the amount (rounded to five decimal places) obtained when the amount of the Quarterly Dividend payable in respect of the applicable full Dividend Period is

multiplied by a fraction, the numerator of which is the number of calendar days in such Dividend Period that such share has been outstanding (excluding the date of redemption or conversion, the effective date for the distribution of assets or the last day of the applicable shorter period, as applicable) and the denominator of which is the number of calendar days in such Dividend Period.

#### **1.4 Payment Procedure**

The Corporation shall pay the dividends declared on the Series 11 Shares on the relevant Dividend Payment Date (less any tax required to be deducted or withheld by the Corporation) by electronic funds transfer or by cheque(s) drawn on a Canadian chartered bank or trust company and payable in lawful money of Canada at any branch of such bank or trust company in Canada or in such other manner, not contrary to applicable law, as the Corporation shall reasonably determine. The delivery or mailing of any cheque to a holder of Series 11 Shares (in the manner provided for in Section 7.1) or the electronic transfer of funds to an account specified by such holder shall be a full and complete discharge of the Corporation's obligation to pay the dividends to such holder to the extent of the sum represented thereby (plus the amount of any tax required to be and in fact deducted and withheld by the Corporation from the related dividends as aforesaid and remitted to the proper taxing authority), unless such cheque is not honoured when presented for payment. Subject to applicable law, dividends which are represented by a cheque which has not been presented to the Corporation's banker for payment or that otherwise remain unclaimed for a period of six years from the date on which they were declared to be payable may be reclaimed and used by the Corporation for its own purposes.

#### **1.5 Cumulative Payment of Dividends**

If on any Dividend Payment Date, the Quarterly Dividends payable in respect of the Dividend Period ending in the calendar month in which such Dividend Payment Date occurs are not paid in full on all of the Series 11 Shares then outstanding, such Quarterly Dividends, or the unpaid part thereof, shall be paid (less any tax required to be deducted or withheld by the Corporation) on a subsequent date or dates determined by the Board of Directors on which the Corporation shall have sufficient monies properly applicable to the payment of such Quarterly Dividends. The holder of Series 11 Shares shall not be entitled to any dividends other than or in excess of the cumulative preferential cash dividends herein provided for.

### **ARTICLE 2 REDEMPTION, CONVERSION AND PURCHASE**

#### **2.1 General**

Subject to Article 4, and to the extent permitted by applicable law, the Series 11 Shares may be redeemed, converted or purchased by the Corporation as provided in this Article 2 but not otherwise.

#### **2.2 Corporation's Redemption Rights**

The Series 11 Shares shall not be redeemable prior to June 30, 2024. On any Series 11 Conversion Date, the Corporation may redeem all or any number of the outstanding Series 11 Shares, at its

option, by the payment in cash of \$25.00 per share so redeemed together with all declared and unpaid dividends thereon to, but excluding, the date fixed for redemption (less any tax required to be deducted and withheld by the Corporation) (the “**Redemption Price**”). Where applicable, if less than all of the outstanding Series 11 Shares are at any time to be redeemed, the particular shares to be redeemed shall be selected on a pro rata basis (disregarding fractions) or, with the consent of any applicable stock exchange, in such other manner as the Board of Directors may in its sole discretion determine by resolution.

### 2.3 Notice of Redemption

Notice of any redemption of Series 11 Shares pursuant to Section 2.2 shall be given to each holder of Series 11 Shares to be redeemed by the Corporation not less than 30 and not more than 60 calendar days prior to the date fixed for redemption. Any notice of redemption of Series 11 Shares by the Corporation shall be validly and effectively given on the date on which it is sent to each holder of Series 11 Shares to be redeemed in the manner provided for in Section 7.1. Such notice shall set out:

- (a) the date (the “**Redemption Date**”) on which the redemption is to take place;
- (b) unless all the Series 11 Shares held by the holder to whom it is addressed are to be redeemed, the number of Series 11 Shares so held which are to be redeemed; and
- (c) the Redemption Price.

### 2.4 Payment of Redemption Price

The Corporation shall on the Redemption Date pay or cause to be paid to the holders of the Series 11 Shares so called for redemption the Redemption Price therefor (less any tax required to be deducted and withheld by the Corporation) on presentation and delivery at the principal transfer office of the Transfer Agent in the City of Calgary, the City of Toronto or such other place or places in Canada designated in the notice of redemption, of the certificate or certificates representing the Series 11 Shares so called for redemption. Such payment shall be made by electronic funds transfer to an account specified by such holder or by cheque drawn on a Canadian chartered bank or trust company in the amount of the Redemption Price and such electronic transfer of funds or the delivery or mailing of such cheque (in the manner provided for in Section 7.1) shall be a full and complete discharge of the Corporation’s obligation to pay the Redemption Price owed to the holders of Series 11 Shares so called for redemption to the extent of the sum represented thereby (plus the amount of any tax required to be and in fact deducted and withheld by the Corporation as aforesaid and remitted to the proper taxing authority) unless such cheque is not honoured when presented for payment. From and after the Redemption Date, the holders of Series 11 Shares called for redemption shall cease to be entitled to dividends or to exercise any of the rights of holders of Series 11 Shares in respect of such shares except the right to receive the Redemption Price, provided that if payment of such Redemption Price is not duly made in accordance with the provisions hereof, then the rights of such holders shall remain unimpaired. If less than all the Series 11 Shares represented by any certificate shall be redeemed, a new certificate for the balance shall be issued without cost to the holder. Subject to applicable

law, redemption monies which remain unclaimed for a period of six years from the Redemption Date may be reclaimed and used by the Corporation for its own purposes.

## **2.5 Deposit of Redemption Price**

The Corporation shall have the right, at any time after mailing a notice of redemption, to deposit the aggregate Redemption Price for the Series 11 Shares thereby called for redemption, or such part thereof as at the time of deposit has not been claimed by the holders entitled thereto, in a special account with a Canadian chartered bank or trust company named in the notice of redemption in trust for the holders of such shares, and upon such deposit being made or upon the Redemption Date, whichever is the later, the Series 11 Shares in respect of which such deposit shall have been made shall be deemed to be redeemed on the Redemption Date and the rights of each holder thereof shall be limited to receiving, without interest, the holder's proportionate part (after taking into account any amounts deducted or withheld on account of tax in respect of such holder) of the Redemption Price so deposited upon presentation and surrender of the certificate or certificates representing the Series 11 Shares so redeemed. Any interest on any such deposit shall belong to the Corporation. Subject to applicable law, redemption monies which remain unclaimed for a period of six years from the Redemption Date may be reclaimed and used by the Corporation for its own purposes.

## **2.6 Declaration of Dividends in Respect of Shares to be Redeemed**

In the event that a dividend is declared by the Board of Directors in respect of any Dividend Period during which the Series 11 Shares are redeemed, notwithstanding the provisions of Section 1.4, no electronic funds transfer or cheque shall be made or issued in payment of such dividend; rather, the amount of such dividend declared shall be considered to be a declared and unpaid dividend for purposes of Section 2.2.

## **2.7 Conversion at the Option of the Holder**

Subject to Section 2.9 and Section 2.10, holders of the Series 11 Shares shall have the right, at their option, on any Series 11 Conversion Date, to convert all or any of their Series 11 Shares into Cumulative Floating Rate Preference Shares, Series 12 (the "**Series 12 Shares**") on the basis of one Series 12 Share for each Series 11 Share converted. On any conversion of Series 11 Shares into Series 12 Shares, except in the case where the Series 11 Shares are in the Book-Based System, the certificates representing the Series 12 Shares resulting from the conversion of Series 11 Shares shall be issued in the name of the holder of the Series 11 Share converted or in such name or names as such holder may direct in writing; provided that such holder shall pay any applicable security transfer taxes. Notice of a holder's election (each notice, an "**Election Notice**") to convert Series 11 Shares must be received by the Corporation not earlier than the 30th day and not later than 5:00 p.m. (Toronto time) on the 15th day preceding the applicable Series 11 Conversion Date. An Election Notice is irrevocable once received by the Corporation. If the Corporation does not receive an Election Notice within the specified time, the Series 11 Shares shall be deemed not to have been converted (subject to Section 2.9 below).

## **2.8 Notice of Conversion Rate and Dividend Rates and Election Notice**

The Corporation shall, not more than 60 and not less than 30 days prior to each Series 11 Conversion Date, provide notice in writing to the then holders of the Series 11 Shares of the Series 11 Conversion Date and a form of Election Notice as specified by the Corporation. On the 30th day prior to each Series 11 Conversion Date, the Corporation shall give notice in writing to the holders of the Series 11 Shares of the Annual Fixed Dividend Rate for the next Subsequent Fixed Rate Period and the Floating Quarterly Dividend Rate applicable to the Series 12 Shares for the next Quarterly Floating Rate Period.

If the Corporation gives notice pursuant to Section 2.3 to the holders of the Series 11 Shares of the redemption of all Series 11 Shares pursuant to Section 2.2, it shall not be required to give notice to the holders of the Series 11 Shares of any dividend rates or of the conversion right of holders of Series 11 Shares and the right of holders of Series 11 Shares to convert such shares pursuant to Section 2.7 shall terminate.

## **2.9 Automatic Conversion**

If the Corporation determines that there would remain outstanding on a Series 11 Conversion Date less than 1,000,000 Series 11 Shares, after having taken into account all Election Notices in respect of Series 11 Shares tendered for conversion into Series 12 Shares and all Election Notices in respect of Series 12 Shares tendered for conversion into Series 11 Shares in accordance with the Series 12 Share Provisions, in each case received by the Corporation during the time fixed therefor, then, all, but not part, of the remaining outstanding Series 11 Shares will automatically be converted into Series 12 Shares on the basis of one Series 12 Share for each Series 11 Share on the applicable Series 11 Conversion Date. The Corporation shall give notice in writing of the automatic conversion thereof to all holders of the Series 11 Shares at least seven days prior to the applicable Series 11 Conversion Date.

## **2.10 Restrictions on Conversion**

The holders of Series 11 Shares shall not be entitled to convert their shares into Series 12 Shares if the Corporation determines that there would remain outstanding on a Series 11 Conversion Date less than 1,000,000 Series 12 Shares after having taken into account all Election Notices in respect of Series 11 Shares duly tendered for conversion into Series 12 Shares and all Election Notices in respect of Series 12 Shares duly tendered for conversion into Series 11 Shares in accordance with the Series 12 Share Provisions in each case received by the Corporation during the time fixed therefor. The Corporation shall give notice in writing of the inability to convert Series 11 Shares to all holders of the Series 11 Shares at least seven days prior to the applicable Series 11 Conversion Date.

## **2.11 Non-Residents**

The Corporation is not required to (but may at its option) issue Series 12 Shares upon the conversion of Series 11 Shares into Series 12 Shares to any person whose address is in, or whom the Corporation or the Transfer Agent has reason to believe is a resident of, any jurisdiction outside of Canada, to the extent that such issue would require the Corporation to take any action to comply with the securities laws or analogous laws of such jurisdiction.



## **2.12 Purchase for Cancellation**

Subject to applicable laws and to the provisions described in Article 4, the Corporation may at any time purchase (if obtainable) for cancellation all or any number of the Series 11 Shares outstanding from time to time, in the open market through or from an investment dealer or any firm holding membership on a recognized stock exchange, by private agreement, pursuant to tenders received by the Corporation upon an invitation for tenders addressed to all holders of Series 11 Shares or otherwise, at the lowest price or prices at which in the opinion of the Board of Directors, such shares are obtainable.

## **2.13 Conversion - General**

On the conversion of a Series 11 Share to a Series 12 Share pursuant to the terms of these Articles, each such Series 11 Share shall become an issued Series 12 Share and the number of unissued Series 11 Shares shall be increased by the number of Series 11 Shares that became Series 12 Shares.

# **ARTICLE 3 VOTING RIGHTS**

## **3.1 Voting Rights**

Except as otherwise required by law or in the conditions attaching to the Preference Shares as a class, the holders of Series 11 Shares shall not be entitled to receive notice of, attend at, or vote at any meeting of shareholders of the Corporation, unless and until the Corporation shall have failed to pay eight Quarterly Dividends in accordance with the terms hereof, whether or not consecutive and whether or not such dividends were declared and whether or not there are any monies of the Corporation properly applicable to the payment of such dividends. In the event of such non-payment, and for only so long as any such dividends remain in arrears, the holders of the Series 11 Shares shall be entitled to receive notice of all meetings of shareholders of the Corporation and to attend thereat (other than a separate meeting of the holders of another series or class of shares), and shall at any such meetings which they shall be entitled to attend, except when the vote of the holders of shares of any other class or series is to be taken separately and as a class or series, be entitled to vote together with all of the voting shares of the Corporation on the basis of one vote in respect of each Series 11 Share held by each such holder, until all such arrears of such dividends shall have been paid, whereupon such rights shall cease unless and until the Corporation shall again fail to pay eight Quarterly Dividends on the Series 11 Shares in accordance with the terms hereof, whether or not consecutive and whether or not such dividends were declared and whether or not there are any monies of the Corporation properly applicable to the payment of such dividends, in which event such voting rights shall become effective again and so on from time to time.

## **ARTICLE 4**

### **RESTRICTIONS ON DIVIDENDS, RETIREMENT AND ISSUANCE OF SHARES**

#### **4.1 Restrictions on Dividends, Retirement and Issuance of Shares**

So long as any of the Series 11 Shares are outstanding, the Corporation shall not, without the prior approval of the holders of the outstanding Series 11 Shares:

- (a) declare, pay or set apart for payment any dividends on any shares of the Corporation ranking as to dividends junior to the Series 11 Shares (other than stock dividends payable in shares of the Corporation ranking as to capital and dividends junior to the Series 11 Shares);
- (b) except out of the net cash proceeds of a substantially concurrent issue of shares of the Corporation ranking as to return of capital and dividends junior to the Series 11 Shares, redeem or call for redemption, purchase for cancellation or otherwise pay off, retire or make any return of capital in respect of any shares of the Corporation ranking as to capital junior to the Series 11 Shares;
- (c) redeem or call for redemption, purchase for cancellation or otherwise pay off or retire for value or make any return of capital in respect of less than all of the Series 11 Shares then outstanding;
- (d) except pursuant to any purchase obligation, sinking fund, retraction privilege or mandatory redemption provisions attaching thereto, or except in connection with the concurrent redemption, call for redemption, purchase or pay off of all Series 11 Shares, redeem or call for redemption, purchase or otherwise pay off or retire for value or make any return of capital in respect of any Preference Shares, ranking as to dividends or capital on a parity with the Series 11 Shares; or
- (e) except for the issuance of Series 11 Shares as a result of the conversion of the Series 12 Shares in accordance with their terms or the issuance of Series 12 Shares as a result of the conversion of the Series 11 Shares in accordance with their terms, create or issue any additional Series 11 Shares or any shares ranking as to the payment of dividends or repayment of capital prior to or on parity with the Series 11 Shares,

unless, in each such case, all accrued and unpaid dividends up to and including the dividend payable for the last completed period for which dividends were payable on the Series 11 Shares have been declared and paid or monies set apart for payment.

## **ARTICLE 5**

### **ISSUE PRICE**

#### **5.1 Issue Price**

The consideration for which each Series 11 Share shall be issued is \$25.00 and, upon payment of such consideration, each such share shall be issued as fully paid and non-assessable.

## **ARTICLE 6**

### **ELECTION UNDER THE INCOME TAX ACT**

#### **6.1 Election Under the Income Tax Act (Canada)**

The Corporation shall elect under Section 191.2(1) of the *Income Tax Act* (Canada) (the “**Tax Act**”) or any successor or replacement provision of similar effect, and take all other necessary action under the Tax Act, to pay or cause payment of tax under Section 191.1 of the Tax Act, or any successor or replacement provision of similar effect, at a rate such that no corporate holder of the Series 11 Shares will be required to pay tax on dividends received (or deemed to be received) on the Series 11 Shares under Section 187.2 of Part IV.1 of the Tax Act or any successor or replacement provision of similar effect. Such election shall be made in the manner prescribed by the Tax Act and shall be filed within the time provided under Section 191.2(1)(a) of the Tax Act. For the purposes of Section 191(4) of the Tax Act, \$25.00 is hereby specified in respect of each Series 11 Share.

## **ARTICLE 7**

### **NOTICE AND INTERPRETATION**

#### **7.1 Notices**

Any notice, cheque, invitation for tenders or other communication from the Corporation herein provided for shall be sufficiently given, sent or made if delivered or if sent by first class unregistered mail, postage prepaid, to the holders of the Series 11 Shares at their respective addresses appearing on the records of the Corporation maintained by the Corporation or the Transfer Agent, or, in the case of joint holders, to the address of the holder whose name appears first on the records of the Corporation maintained by the Corporation or the Transfer Agent as one of such joint holders, or, in the event of the address of any of such holders not so appearing, then at the last address of such holder known to the Corporation. Accidental failure to give such notice, invitation for tenders or other communication to one or more holders of the Series 11 Shares shall not affect the validity of the notices, invitations for tenders or other communications properly given or any action taken pursuant to such notice, invitation for tender or other communication but, upon such failure being discovered, the notice, invitation for tenders or other communication, as the case may be, shall be sent forthwith to such holder or holders.

If any notice, cheque, invitation for tenders or other communication from the Corporation given to a holder of Series 11 Shares pursuant to this Section is returned on three consecutive occasions because the holder cannot be found, the Corporation shall not be required to give or mail any further notices, cheques, invitations for tenders or other communications to such shareholder until the holder informs the Corporation in writing of such holder’s new address.

If the Board of Directors determines that mail service is or is threatened to be interrupted at the time when the Corporation is required or elects to give any notice hereunder by mail, or is required to send any cheque or any share certificate to a holder, whether in connection with the redemption of such share or otherwise, the Corporation may, notwithstanding the provisions hereof:

- (a) give such notice by publication thereof once in a newspaper having national circulation in Canada or, if there is no newspaper having national circulation in

Canada, in an English language newspaper of general circulation published in each of Vancouver, Calgary, Toronto and Montreal and such notice shall be deemed to have been validly given on the day next succeeding its publication; and

- (b) fulfill the requirement to send such cheque or such share certificate by arranging for the delivery thereof to such holder by the Transfer Agent at its principal offices in the City of Calgary or the City of Toronto, and such cheque and/or share certificate shall be deemed to have been sent on the date on which notice of such arrangement shall have been given as provided in (a) above, provided that as soon as the Board of Directors determines that mail service is no longer interrupted or threatened to be interrupted, such cheque or share certificate, if not theretofore delivered to such holder, shall be sent by mail as herein provided.

## 7.2 Interpretation

In the event that any day on which any dividend on the Series 11 Shares is payable, on which any Series 11 Conversion Date shall occur, or on or by which any other action is required or permitted to be taken hereunder is not a business day, then such dividend shall be payable, such Series 11 Conversion Date shall occur or such other action shall be required or permitted to be taken on the immediately following day that is a business day. A **“business day”** means a day other than a Saturday, a Sunday or any other day that is a statutory or civic holiday in the place where the Corporation has its head office.

All references herein to a holder of Series 11 Shares shall be interpreted as referring to a registered holder of the Series 11 Shares.

For the purposes hereof:

- (a) **“Annual Fixed Dividend Rate”** means, for any Subsequent Fixed Rate Period, the annual rate (expressed as a percentage rounded down to the nearest one hundred-thousandth of one percent (with 0.000005% being rounded up)) equal to the Government of Canada Bond Yield on the applicable Fixed Rate Calculation Date plus 4.15%, provided that, in any event, such rate shall not be less than 5.75%;
- (b) **“Bloomberg Screen GCAN5YR Page”** means the display designated on page “GCAN5YR<INDEX>” on the Bloomberg Financial L.P. service (or such other page as may replace the GCAN5YR page on that service for purposes of displaying Government of Canada Bond Yields);
- (c) **“Board of Directors”** has the meaning given to it in Section 1.2(a) hereof;
- (d) **“Book-Based System”** means the record entry securities transfer and pledge system administered by the System Operator in accordance with the operating rules and procedures of the System Operator in force from time to time and any successor system thereof;
- (e) **“Book-Entry Holder”** means the person that is the beneficial holder of a Book-Entry Share;

- (f) **“Book-Entry Share”** means the Series 11 Shares held through the Book-Based System;
- (g) **“CDS”** means CDS Clearing and Depository Services Inc. or any successor thereof;
- (h) **“Definitive Share”** means a fully registered, typewritten, printed, lithographed, engraved or otherwise produced share certificate representing one or more Series 11 Shares;
- (i) **“Dividend Payment Dates”** has the meaning given to it in Section 1.1 hereof;
- (j) **“Election Notice”** has the meaning given to it in Section 2.7 hereof;
- (k) **“Fixed Rate Calculation Date”** means for any Subsequent Fixed Rate Period, the 30<sup>th</sup> day prior to the first day of such Subsequent Fixed Rate Period;
- (l) **“Floating Quarterly Dividend Rate”** means, for any Quarterly Floating Rate Period, the rate (expressed as a percentage rounded down to the nearest one hundred-thousandth of one percent (with 0.000005% being rounded up)) equal to the sum of the T-Bill Rate on the applicable Floating Rate Calculation Date plus 4.15% per annum adjusted to reflect the Quarterly Floating Rate Period (calculated on the basis of the actual number of days in such Quarterly Floating Rate Period divided by 365 or 366 depending upon the actual number of days in the applicable year);
- (m) **“Floating Rate Calculation Date”** means for any Quarterly Floating Rate Period, the 30th day prior to the first day of such Quarterly Floating Rate Period;
- (n) **“Global Certificate”** means the global certificate representing outstanding Book-Entry Shares;
- (o) **“Government of Canada Bond Yield”** on any date means the yield to maturity on such date (assuming semi-annual compounding) of a Canadian dollar denominated non-callable Government of Canada bond with a term to maturity of five years as quoted as of 10:00 a.m. (Toronto time) on such date and which appears on the Bloomberg Screen GCAN5YR Page on such date; provided that, if such rate does not appear on the Bloomberg Screen GCAN5YR Page on such date, the Government of Canada Bond Yield will mean the arithmetic average of the yields quoted to the Corporation by two registered Canadian investment dealers selected by the Corporation as being the annual yield to maturity on such date, compounded semi-annually, which a non-callable Government of Canada bond would carry if issued, in Canadian dollars in Canada, at 100% of its principal amount on such date with a term to maturity of five years;
- (p) **“in priority to”, “on a parity with” and “junior to”** have reference to the order of priority in payment of dividends and in the distribution of assets in the event of any liquidation, dissolution or winding-up of the Corporation, whether voluntary or

involuntary, or other distribution of the assets of the Corporation among its shareholders for the purpose of winding-up its affairs;

- (q) **“Initial Fixed Rate Period”** means the period from and including May 16, 2019 to, but excluding, June 30, 2024;
- (r) **“Participants”** means the participants in the Book-Based System;
- (s) **“Quarter End Date”** has the meaning given to it in Section 1.1 hereof;
- (t) **“Quarterly Commencement Date”** means the last day of March, June, September and December in each year, commencing June 30, 2024;
- (u) **“Quarterly Dividends”** has the meaning given to it in Section 1.2(a) hereof;
- (v) **“Quarterly Floating Rate Period”** means the period from and including June 30, 2024 to, but excluding, the next Quarterly Commencement Date, and thereafter the period from and including the day immediately following the end of the immediately preceding Quarterly Floating Rate Period to, but excluding, the next Quarterly Commencement Date;
- (w) **“ranking as to capital”** and similar expressions mean ranking with respect to priority in the distribution of assets of the Corporation in the event of any liquidation, dissolution or winding-up of the Corporation, whether voluntary or involuntary, or any other distribution of the assets of the Corporation among its shareholders for the purpose of winding-up its affairs;
- (x) **“ranking as to dividends”** and similar expressions mean ranking with respect to priority in the payment of dividends by the Corporation;
- (y) **“Redemption Date”** has the meaning given to it in Section 2.3(a) hereof;
- (z) **“Redemption Price”** has the meaning given to it in Section 2.2 hereof;
- (aa) **“Series 11 Conversion Date”** means June 30, 2024 and June 30 every five years thereafter;
- (bb) **“Series 12 Share Provisions”** means the rights, privileges, restrictions and conditions of the Series 12 Shares;
- (cc) **“Series 12 Shares”** has the meaning given to it in Section 2.7 hereof;
- (dd) **“Subsequent Fixed Rate Period”** means the period from and including June 30, 2024 to, but excluding, June 30, 2029 and each five-year period thereafter from and including the day immediately following the end of the immediately preceding Subsequent Fixed Rate Period to, but excluding, June 30 every five years thereafter;
- (ee) **“System Operator”** means CDS or its nominee or any successor thereof;

- (ff) “**T-Bill Rate**” means, for any Quarterly Floating Rate Period, the average yield expressed as a percentage per annum on 90-day Government of Canada Treasury Bills using the three-month average results, as reported by the Bank of Canada, for the most recent treasury bills auction preceding the applicable Floating Rate Calculation Date;
- (gg) “**Tax Act**” has the meaning given to it in Section 6.1 hereof; and
- (hh) “**Transfer Agent**” means Computershare Trust Company of Canada at its principal transfer offices in Calgary, Alberta and Toronto, Ontario and its successors and assigns.

## **ARTICLE 8 MODIFICATION**

### **8.1 Modification**

The provisions attaching to the Series 11 Shares as a series may be deleted, varied, modified, amended or amplified from time to time with such approval as may then be required by the *Canada Business Corporations Act*, any such approval to be given in accordance with Article 9 and with any required approvals of any stock exchanges on which the Series 11 Shares may be listed.

## **ARTICLE 9 APPROVAL OF HOLDERS OF SERIES 11 SHARES**

### **9.1 Approval of Holders of Series 11 Shares**

Except as otherwise provided herein, any approval of the holders of the Series 11 Shares with respect to any matters requiring the consent of such holders may be given in such manner as may then be required by law, subject to a minimum requirement that such approval be given by a resolution signed by all such holders or passed by the affirmative vote of not less than two-thirds of the votes cast by the holders who voted in respect of that resolution at a meeting of the holders duly called for that purpose and at which the holders of at least 10% of the outstanding Series 11 Shares are present in person or represented by proxy. If at any such meeting the holder(s) of at least 10% of the outstanding Series 11 Shares are not present in person or represented by proxy within one-half hour after the time appointed for such meeting, then the meeting shall be adjourned to such date not less than 15 days thereafter and to such time and place as may be designated by the chairman of such meeting, and not less than 10 days' written notice shall be given of such adjourned meeting. At such adjourned meeting the holders(s) of Series 11 Shares present in person or represented by proxy shall form the necessary quorum and may transact the business, for which the meeting was originally called and a resolution passed thereat by the affirmative vote of not less than two thirds of the votes cast at such meeting shall constitute the approval of the holders of the Series 11 Shares. At any meeting of holders of Series 11 Shares as a series, each such holder shall be entitled to one vote in respect of each share held.

## **9.2 Formalities, etc.**

The proxy rules applicable to, the formalities to be observed in respect of the giving notice of, and the formalities to be observed in respect of the conduct of, any meeting or any adjourned meeting of holders of the Series 11 Shares shall be those required by law, as may from time to time be supplemented by the by-laws of the Corporation. On every poll taken at every meeting of holders of Series 11 Shares as a series, each holder entitled to vote thereat shall have one vote in respect of each Series 11 Share held.

## **ARTICLE 10 RIGHTS ON LIQUIDATION**

### **10.1 Rights on Liquidation**

In the event of the liquidation, dissolution or winding-up of the Corporation or other distribution of assets of the Corporation among its shareholders for the purpose of winding-up its affairs, whether voluntary or involuntary, subject to the prior satisfaction of the claims of all creditors of the Corporation and of holders of shares of the Corporation ranking prior to the Series 11 Shares, the holders of the Series 11 Shares shall be entitled to receive an amount equal to \$25.00 per Series 11 Share, together with an amount equal to all declared and unpaid dividends up to but excluding the date fixed for payment or distribution (less any tax required to be deducted and withheld by the Corporation), before any amount is paid or any assets of the Corporation are distributed to the holders of any shares of the Corporation ranking junior as to capital to the Series 11 Shares. Upon payment to the holders of the Series 11 Shares of the amounts so payable to them, such holders shall not be entitled to share in any further distribution of the assets of the Corporation.

## **ARTICLE 11 WITHHOLDING TAXES**

### **11.1 Withholding Taxes**

For greater certainty, and notwithstanding any other provision of this Schedule, the Corporation shall be entitled to deduct and withhold any amounts required to be deducted and withheld on account of any taxes from any amounts (including shares) payable or otherwise deliverable in respect of the Series 11 Shares, including on the redemption, cancellation or conversion of the Series 11 Shares. To the extent that any amounts are withheld, such withheld amounts shall be treated for all purposes hereof as having been paid or delivered to the person in respect of which such withholding was made. The Corporation is hereby authorized to sell or otherwise dispose of all or any number of Series 12 Shares otherwise deliverable to a holder of Series 11 Shares on the conversion of such Series 11 Shares in order to meet any applicable withholding tax requirements.

### **11.2 Transfer Taxes**

For greater certainty, and notwithstanding any other provision of this Schedule, the Corporation shall not be required to pay any tax which may be:

- (a) imposed upon the person or persons to whom Series 12 Shares are issued,



- (b) payable in respect of the issuance of such Series 12 Shares or a certificate therefor, or
- (c) payable in respect of any transfer involved in the issuance and delivery of any certificate in the name or names other than that of the holder of the Series 11 Shares,

in connection with the conversion of Series 11 Shares into Series 12 Shares.

The Corporation may refuse to issue any Series 12 Share or deliver any such Series 12 Share certificate unless and until the person or persons requesting the issuance thereof shall have paid to the Corporation the amount of such tax or shall have established to the satisfaction of the Corporation that such tax has been paid or is otherwise not required to be paid in the circumstances.

## **ARTICLE 12**

### **BOOK-BASED SYSTEM**

#### **12.1 Global Certificate**

Subject to Section 12.2 and 12.3 hereof and notwithstanding Articles 1 through 11 of these share provisions, the Series 11 Shares shall be evidenced by a single fully registered Global Certificate representing the aggregate number of Series 11 Shares issued by the Corporation which shall be held by, or on behalf of, the System Operator as custodian of the Global Certificate for the Participants or issued to the System Operator in uncertificated form and, in either case, registered in the name of "CDS & Co." (or in such other name as the System Operator may use from time to time as its nominee for purposes of the Book-Based System), and registrations of ownership, transfers, surrenders and conversions of Series 11 Shares shall be made only through the Book-Based System. Accordingly, subject to Section 12.3 hereof, no beneficial holder of Series 11 Shares shall receive a certificate or other instrument from the Corporation or the System Operator evidencing such holder's ownership thereof, and no such holder shall be shown on the records maintained by the System Operator except through a book-entry account of a Participant acting on behalf of such holder.

#### **12.2 Registered Holder**

Notwithstanding Articles 1 through 11 hereof, so long as the System Operator is the registered holder of the Series 11 Shares:

- (a) the System Operator shall be considered the sole owner of the Series 11 Shares for the purposes of receiving notices or payments on or in respect of the Series 11 Shares or the delivery of Series 11 Shares and certificates, if any, therefor upon the exercise of rights of conversion; and
- (b) the Corporation, pursuant to the exercise of rights of redemption or conversion, shall deliver or cause to be delivered to the System Operator, for the benefit of the beneficial holders of the Series 11 Shares, the cash redemption price for the Series 11 Shares or certificates for Series 12 Shares against delivery to the Corporation's account with the System Operator of such holders' Series 11 Shares.

### **12.3 Definitive Shares**

If the Corporation determines that the System Operator is no longer willing or able to discharge properly its responsibilities with respect to the Book-Based System and the Corporation is unable to locate a qualified successor or the Corporation elects, or is required by applicable law, to withdraw the Series 11 Shares from the Book-Based System, then Sections 12.1 and 12.2 hereof shall no longer be applicable to the Series 11 Shares and the Corporation shall notify Book-Entry Holders through the System Operator of the occurrence of any such event or election and of the availability of Definitive Shares to Book-Entry Holders. Upon surrender by the System Operator of the Global Certificate, if applicable, to the Transfer Agent for the Series 11 Shares and registration instructions for re-registration of the Series 11 Shares, the Corporation shall execute and deliver Definitive Shares. The Corporation shall not be liable for any delay in delivering such instructions and may conclusively act and rely on and shall be protected in acting and relying on such instructions. Upon the issuance of Definitive Shares, the Corporation shall recognize the registered holders of such Definitive Shares and the Book-Entry Shares for which such Definitive Shares have been substituted shall be void and of no further effect.

### **12.4 Conflict**

The provisions of Articles 1 through 11 hereof and the exercise of rights of redemption and conversion, with respect to Series 11 Shares are subject to the provisions of this Article 12, and to the extent that there is any inconsistency or conflict between such provisions, the provisions of this Article 12 shall prevail.

## **B. CUMULATIVE FLOATING RATE PREFERENCE SHARES, SERIES 12**

The twelfth series of Preference Shares shall consist of up to 8,000,000 Preference Shares, which shares shall be designated as Cumulative Floating Rate Preference Shares, Series 12 (the “**Series 12 Shares**”) and which, in addition to the rights, privileges, restrictions and conditions attached to the Preference Shares as a class, shall have attached thereto the following rights, privileges, restrictions and conditions:

### **ARTICLE 1 DIVIDENDS**

#### **1.1 Dividend Payment Dates**

The dividend payment dates (the “**Dividend Payment Dates**”) in respect of the dividends payable on the Series 12 Shares shall be the last business day of each of the months of March, June, September and December in each year.

#### **1.2 Payment of Dividends**

The holders of Series 12 Shares shall be entitled to receive, and the Corporation shall pay thereon, if, as and when declared by the board of directors of the Corporation (the “**Board of Directors**”), out of moneys of the Corporation properly applicable to the payment of dividends, quarterly floating rate, cumulative, preferential cash dividends in respect of each Quarterly Floating Rate Period in an amount per Series 12 Share determined by multiplying the applicable Floating Quarterly Dividend Rate by \$25.00 (“**Quarterly Dividends**”).

The Corporation shall determine the Floating Quarterly Dividend Rate for each Quarterly Floating Rate Period on the relevant Floating Rate Calculation Date. Such determination shall be, in the absence of manifest error, final and binding on the Corporation and all holders of Series 12 Shares. The Corporation shall, on the relevant Floating Rate Calculation Date, give written notice of the Floating Quarterly Dividend Rate for the ensuing Quarterly Floating Rate Period to the registered holders of outstanding Series 12 Shares in accordance with the provisions of Section 7.1 hereof.

Dividends on the Series 12 Shares shall accrue daily from and including the date of issue of such shares.

#### **1.3 Dividend for Other than a Full Quarterly Floating Rate Period**

The holders of Series 12 Shares shall be entitled to receive, and the Corporation shall pay thereon, if, as and when declared by the Board of Directors out of moneys of the Corporation properly applicable to the payment of dividends, cumulative, preferential cash dividends for any period which is less than a full Quarterly Floating Rate Period, in an amount per share with respect to any Series 12 Share:

- (a) which is issued, redeemed or converted during any Quarterly Floating Rate Period;

- (b) where the assets of the Corporation are distributed to the holders of the Series 12 Shares pursuant to Section 10.1 with an effective date during any Quarterly Floating Rate Period; or
- (c) in any other circumstance where the number of days in a Quarterly Floating Rate Period that such share has been outstanding is less than a full Quarterly Floating Rate Period;

equal to the amount (rounded to five decimal places) obtained when the amount of the Quarterly Dividend payable in respect of the applicable full Quarterly Floating Rate Period is multiplied by a fraction, the numerator of which is the number of calendar days in such Quarterly Floating Rate Period that such share has been outstanding (excluding the date of redemption or conversion, the effective date for the distribution of assets or the last day of the applicable shorter period, as applicable) and the denominator of which is the number of calendar days in such Quarterly Floating Rate Period.

#### **1.4 Payment Procedure**

The Corporation shall pay the dividends declared on the Series 12 Shares on the relevant Dividend Payment Date (less any tax required to be deducted or withheld by the Corporation) by electronic funds transfer or by cheque(s) drawn on a Canadian chartered bank or trust company and payable in lawful money of Canada at any branch of such bank or trust company in Canada or in such other manner, not contrary to applicable law, as the Corporation shall reasonably determine. The delivery or mailing of any cheque to a holder of Series 12 Shares (in the manner provided for in Section 7.1) or the electronic transfer of funds to an account specified by such holder shall be a full and complete discharge of the Corporation's obligation to pay the dividends to such holder to the extent of the sum represented thereby (plus the amount of any tax required to be and in fact deducted and withheld by the Corporation from the related dividends as aforesaid and remitted to the proper taxing authority), unless such cheque is not honoured when presented for payment. Subject to applicable law, dividends which are represented by a cheque which has not been presented to the Corporation's banker for payment or that otherwise remain unclaimed for a period of six years from the date on which they were declared to be payable may be reclaimed and used by the Corporation for its own purposes.

#### **1.5 Cumulative Payment of Dividends**

If on any Dividend Payment Date, the Quarterly Dividends payable in respect of the Dividend Period ending in the calendar month in which such Dividend Payment Date occurs are not paid in full on all of the Series 12 Shares then outstanding, such Quarterly Dividends, or the unpaid part thereof, shall be paid (less any tax required to be deducted or withheld by the Corporation) on a subsequent date or dates determined by the Board of Directors on which the Corporation shall have sufficient monies properly applicable to the payment of such Quarterly Dividends. The holder of Series 12 Shares shall not be entitled to any dividends other than or in excess of the cumulative preferential cash dividends herein provided for.

## ARTICLE 2 REDEMPTION, CONVERSION AND PURCHASE

### 2.1 General

Subject to Article 4, and to the extent permitted by applicable law, the Series 12 Shares may be redeemed, converted or purchased by the Corporation as provided in this Article 2 but not otherwise.

### 2.2 Corporation's Redemption Rights

On any Series 12 Conversion Date, the Corporation may redeem all or any number of the outstanding Series 12 Shares, at its option, by the payment in cash of \$25.00 per share so redeemed together with all declared and unpaid dividends thereon to, but excluding, the date fixed for redemption (less any tax required to be deducted and withheld by the Corporation) (the **"Conversion Date Redemption Price"**).

On any date after June 30, 2024 that is not a Series 12 Conversion Date, the Corporation may redeem all or any number of the outstanding Series 12 Shares, at its option, by payment in cash of \$25.50 per share so redeemed together with all declared and unpaid dividends thereon to, but excluding, the date fixed for redemption (less any tax required to be deducted and withheld by the Corporation) (the **"Non-Conversion Date Redemption Price"**).

Where applicable, if less than all of the then outstanding Series 12 Shares are at any time to be redeemed, the particular shares to be redeemed shall be selected on a pro rata basis (disregarding fractions) or, with the consent of any applicable stock exchange, in such other manner as the Board of Directors may in its sole discretion determine by resolution.

### 2.3 Notice of Redemption

Notice of any redemption of Series 12 Shares pursuant to Section 2.2 shall be given to each holder of Series 12 Shares to be redeemed by the Corporation not less than 30 and not more than 60 calendar days prior to the date fixed for redemption. Any notice of redemption of Series 12 Shares by the Corporation shall be validly and effectively given on the date on which it is sent to each holder of Series 12 Shares to be redeemed in the manner provided for in Section 7.1. Such notice shall set out:

- (a) the date (the **"Redemption Date"**) on which the redemption is to take place;
- (b) unless all the Series 12 Shares held by the holder to whom it is addressed are to be redeemed, the number of Series 12 Shares so held which are to be redeemed; and
- (c) the Conversion Date Redemption Price or the Non-Conversion Date Redemption Price as applicable (such applicable redemption price referred to hereinafter as the **"Redemption Price"**).

## **2.4 Payment of Redemption Price**

The Corporation shall on the Redemption Date pay or cause to be paid to the holders of the Series 12 Shares so called for redemption the Redemption Price therefor (less any tax required to be deducted and withheld by the Corporation) on presentation and delivery at the principal transfer office of the Transfer Agent in the City of Calgary, City of Toronto or such other place or places in Canada designated in the notice of redemption, of the certificate or certificates representing the Series 12 Shares so called for redemption. Such payment shall be made by electronic funds transfer to an account specified by such holder or by cheque drawn on a Canadian chartered bank or trust company in the amount of the Redemption Price and such electronic transfer of funds or the delivery or mailing of such cheque (in the manner provided for in Section 7.1) shall be a full and complete discharge of the Corporation's obligation to pay the Redemption Price owed to the holders of Series 12 Shares so called for redemption to the extent of the sum represented thereby (plus the amount of any tax required to be and in fact deducted and withheld by the Corporation as aforesaid and remitted to the proper taxing authority) unless such cheque is not honoured when presented for payment. From and after the Redemption Date, the holders of Series 12 Shares called for redemption shall cease to be entitled to dividends or to exercise any of the rights of holders of Series 12 Shares in respect of such shares except the right to receive the Redemption Price, provided that if payment of such Redemption Price is not duly made in accordance with the provisions hereof, then the rights of such holders shall remain unimpaired. If less than all the Series 12 Shares represented by any certificate shall be redeemed, a new certificate for the balance shall be issued without cost to the holder. Subject to applicable law, redemption monies which remain unclaimed for a period of six years from the Redemption Date may be reclaimed and used by the Corporation for its own purposes.

## **2.5 Deposit of Redemption Price**

The Corporation shall have the right, at any time after mailing a notice of redemption, to deposit the aggregate Redemption Price for the Series 12 Shares thereby called for redemption, or such part thereof as at the time of deposit has not been claimed by the holders entitled thereto, in a special account with a Canadian chartered bank or trust company named in the notice of redemption in trust for the holders of such shares, and upon such deposit being made or upon the Redemption Date, whichever is the later, the Series 12 Shares in respect of which such deposit shall have been made shall be deemed to be redeemed on the Redemption Date and the rights of each holder thereof shall be limited to receiving, without interest, the holder's proportionate part (after taking into account any amounts deducted or withheld on account of tax in respect of such holder) of the Redemption Price so deposited upon presentation and surrender of the certificate or certificates representing the Series 12 Shares so redeemed. Any interest on any such deposit shall belong to the Corporation. Subject to applicable law, redemption monies which remain unclaimed for a period of six years from the Redemption Date may be reclaimed and used by the Corporation for its own purposes.

## **2.6 Declaration of Dividends in Respect of Shares to be Redeemed**

In the event that a dividend is declared by the Board of Directors in respect of any Quarterly Floating Rate Period during which the Series 12 Shares are redeemed, notwithstanding the provisions of Section 1.4, no electronic funds transfer or cheque shall be made or issued in payment

of such dividend; rather, the amount of such dividend declared shall be considered to be a declared and unpaid dividend for purposes of Section 2.2.

## **2.7 Conversion at the Option of the Holder**

Subject to Section 2.9 and Section 2.10, holders of the Series 12 Shares shall have the right, at their option, on any Series 12 Conversion Date, to convert all or any of their Series 12 Shares into Cumulative Minimum Rate Reset Preference Shares, Series 11 (the “**Series 11 Shares**”), on the basis of one Series 11 Share for each Series 12 Share converted. On any conversion of Series 12 Shares into Series 11 Shares, except in the case where the Series 12 Shares are in the Book-Based System, the certificates representing the Series 11 Shares resulting from the conversion of Series 12 Shares shall be issued in the name of the holder of the Series 12 Share converted or in such name or names as such holder may direct in writing; provided that such holder shall pay any applicable security transfer taxes. Notice of a holder’s election (each notice, an “**Election Notice**”) to convert Series 12 Shares must be received by the Corporation not earlier than the 30th day and not later than 5:00 p.m. (Toronto time) on the 15th day preceding the applicable Series 12 Conversion Date. An Election Notice is irrevocable once received by the Corporation. If the Corporation does not receive an Election Notice within the specified time, the Series 12 Shares shall be deemed not to have been converted (subject to Section 2.9 below).

## **2.8 Notice of Conversion Date and Dividend Rates and Election Notice**

The Corporation shall, not more than 60 and not less than 30 days prior to each Series 12 Conversion Date, provide notice in writing to the then holders of the Series 12 Shares of the Series 12 Conversion Date and a form of Election Notice as specified by the Corporation. On the 30th day prior to each Series 12 Conversion Date, the Corporation shall give notice in writing to the holders of the Series 12 Shares of the Floating Quarterly Dividend Rate for the next Quarterly Floating Rate Period and the Annual Fixed Dividend Rate applicable to the Series 11 Shares for the next Subsequent Fixed Rate Period.

If the Corporation gives notice pursuant to Section 2.3 to the holders of the Series 12 Shares of the redemption of all Series 12 Shares pursuant to Section 2.2, it shall not be required to give notice to the holders of the Series 12 Shares of any dividend rates or of the conversion right of holders of Series 12 Shares and the right of holders of Series 12 Shares to convert such shares pursuant to Section 2.7 shall terminate.

## **2.9 Automatic Conversion**

If the Corporation determines that there would remain outstanding on a Series 12 Conversion Date less than 1,000,000 Series 12 Shares, after having taken into account all Election Notices in respect of Series 12 Shares tendered for conversion into Series 11 Shares and all Election Notices in respect of Series 11 Shares tendered for conversion into Series 12 Shares in accordance with the Series 11 Share Provisions, in each case received by the Corporation during the time fixed therefor then, all, but not part, of the remaining outstanding Series 12 Shares will automatically be converted into Series 11 Shares on the basis of one Series 11 Share for each Series 12 Share on the applicable Series 12 Conversion Date. The Corporation shall give notice in writing of the

automatic conversion thereof to all holders of the Series 12 Shares at least seven days prior to the applicable Series 12 Conversion Date.

#### **2.10 Restrictions on Conversion**

The holders of Series 12 Shares shall not be entitled to convert their shares into Series 11 Shares if the Corporation determines that there would remain outstanding on a Series 12 Conversion Date less than 1,000,000 Series 11 Shares after having taken into account all Election Notices in respect of Series 12 Shares duly tendered for conversion into Series 11 Shares and all Election Notices in respect of Series 11 Shares duly tendered for conversion into Series 12 Shares in accordance with the Series 11 Share Provisions in each case received by the Corporation during the time fixed therefor. The Corporation shall give notice in writing of the inability to convert Series 12 Shares to all holders of the Series 12 Shares at least seven days prior to the applicable Series 12 Conversion Date.

#### **2.11 Non-Residents**

The Corporation is not required to (but may at its option) issue Series 11 Shares upon the conversion of Series 12 Shares into Series 11 Shares to any person whose address is in, or whom the Corporation or the Transfer Agent has reason to believe is a resident of, any jurisdiction outside of Canada, to the extent that such issue would require the Corporation to take any action to comply with the securities laws or analogous laws of such jurisdiction.

#### **2.12 Purchase for Cancellation**

Subject to applicable laws and to the provisions described in Article 4, the Corporation may at any time purchase (if obtainable) for cancellation all or any number of the Series 12 Shares outstanding from time to time, in the open market through or from an investment dealer or any firm holding membership on a recognized stock exchange, by private agreement, pursuant to tenders received by the Corporation upon an invitation for tenders addressed to all holders of Series 12 Shares or otherwise, at the lowest price or prices at which in the opinion of the Board of Directors, such shares are obtainable.

#### **2.13 Conversion - General**

On the conversion of a Series 12 Share to a Series 11 Share pursuant to the terms of these Articles, each such Series 12 Share shall become an issued Series 11 Share and the number of unissued Series 12 Shares shall be increased by the number of Series 12 Shares that became Series 11 Shares.

### **ARTICLE 3 VOTING RIGHTS**

#### **3.1 Voting Rights**

Except as otherwise required by law or in the conditions attaching to the Preference Shares as a class, the holders of Series 12 Shares shall not be entitled to receive notice of, attend at, or vote at any meeting of shareholders of the Corporation, unless and until the Corporation shall have failed



to pay eight Quarterly Dividends in accordance with the terms hereof, whether or not consecutive and whether or not such dividends were declared and whether or not there are any monies of the Corporation properly applicable to the payment of such dividends. In the event of such non-payment, and for only so long as any such dividends remain in arrears, the holders of the Series 12 Shares shall be entitled to receive notice of all meetings of shareholders of the Corporation and to attend thereat (other than a separate meeting of the holders of another series or class of shares), and shall at any such meetings which they shall be entitled to attend, except when the vote of the holders of shares of any other class or series is to be taken separately and as a class or series, be entitled to vote together with all of the voting shares of the Corporation on the basis of one vote in respect of each Series 12 Share held by each such holder, until all such arrears of such dividends shall have been paid, whereupon such rights shall cease unless and until the Corporation shall again fail to pay eight Quarterly Dividends on the Series 12 Shares in accordance with the terms hereof, whether or not consecutive and whether or not such dividends were declared and whether or not there are any monies of the Corporation properly applicable to the payment of such dividends, in which event such voting rights shall become effective again and so on from time to time.

#### **ARTICLE 4**

#### **RESTRICTIONS ON DIVIDENDS, RETIREMENT AND ISSUANCE OF SHARES**

##### **4.1 Restrictions on Dividends, Retirement and Issuance of Shares**

So long as any of the Series 12 Shares are outstanding, the Corporation shall not, without the prior approval of the holders of the outstanding Series 12 Shares:

- (a) declare, pay or set apart for payment any dividends on any shares of the Corporation ranking as to dividends junior to the Series 12 Shares (other than stock dividends payable in shares of the Corporation ranking as to capital and dividends junior to the Series 12 Shares);
- (b) except out of the net cash proceeds of a substantially concurrent issue of shares of the Corporation ranking as to return of capital and dividends junior to the Series 12 Shares, redeem or call for redemption, purchase for cancellation or otherwise pay off, retire or make any return of capital in respect of any shares of the Corporation ranking as to capital junior to the Series 12 Shares;
- (c) redeem or call for redemption, purchase for cancellation or otherwise pay off or retire for value or make any return of capital in respect of less than all of the Series 12 Shares then outstanding;
- (d) except pursuant to any purchase obligation, sinking fund, retraction privilege or mandatory redemption provisions attaching thereto, or except in connection with the concurrent redemption, call for redemption, purchase or pay off of all Series 12 Shares, redeem or call for redemption, purchase or otherwise pay off or retire for value or make any return of capital in respect of any Preference Shares, ranking as to dividends or capital on a parity with the Series 12 Shares; or

- (e) except for the issuance of Series 11 Shares as a result of the conversion of the Series 12 Shares in accordance with their terms or the issuance of Series 12 Shares as a result of the conversion of the Series 11 Shares in accordance with their terms, create or issue any additional Series 12 Shares or any shares ranking as to the payment of dividends or repayment of capital prior to or on parity with the Series 12 Shares,

unless, in each such case, all accrued and unpaid dividends up to and including the dividend payable for the last completed period for which dividends were payable on the Series 12 Shares have been declared and paid or monies set apart for payment.

## **ARTICLE 5 ISSUE PRICE**

### **5.1 Issue Price**

The Series 12 Shares will have an issue price of \$25.00. In the event of a conversion of a Series 11 Share to a Series 12 Share the amount to be deducted from the stated capital account maintained for the Series 11 Shares and added to the stated capital account maintained for the Series 12 Shares will be \$25.00 per share so converted.

## **ARTICLE 6 ELECTION UNDER THE INCOME TAX ACT**

### **6.1 Election Under the Income Tax Act (Canada)**

The Corporation shall elect under Section 191.2(1) of the *Income Tax Act* (Canada) (the “**Tax Act**”) or any successor or replacement provision of similar effect, and take all other necessary action under the Tax Act; to pay or cause payment of tax under Section 191.1 of the Tax Act, or any successor or replacement provision of similar effect, at a rate such that no corporate holder of the Series 12 Shares will be required to pay tax on dividends received (or deemed to be received) on the Series 12 Shares under Section 187.2 of Part IV.1 of the Tax Act or any successor or replacement provision of similar effect. Such election shall be made in the manner prescribed by the Tax Act and shall be filed within the time provided under Section 191.2(1)(a) of the Tax Act.

## **ARTICLE 7 NOTICE AND INTERPRETATION**

### **7.1 Notices**

Any notice, cheque, invitation for tenders or other communication from the Corporation herein provided for shall be sufficiently given, sent or made if delivered or if sent by first class unregistered mail, postage prepaid, to the holders of the Series 12 Shares at their respective addresses appearing on the records of the Corporation maintained by the Corporation or the Transfer Agent, or, in the case of joint holders, to the address of the holder whose name appears first on the records of the Corporation maintained by the Corporation or the Transfer Agent as one of such joint holders, or, in the event of the address of any of such holders not so appearing, then at the last address of such holder known to the Corporation. Accidental failure to give such notice,

invitation for tenders or other communication to one or more holders of the Series 12 Shares shall not affect the validity of the notices, invitations for tenders or other communications properly given or any action taken pursuant to such notice, invitation for tender or other communication but, upon such failure being discovered, the notice, invitation for tenders or other communication, as the case may be, shall be sent forthwith to such holder or holders.

If any notice, cheque, invitation for tenders or other communication from the Corporation given to a holder of Series 12 Shares pursuant to this Section is returned on three consecutive occasions because the holder cannot be found, the Corporation shall not be required to give or mail any further notices, cheques, invitations for tenders or other communications to such shareholder until the holder informs the Corporation in writing of such holder's new address.

If the Board of Directors determines that mail service is or is threatened to be interrupted at the time when the Corporation is required or elects to give any notice hereunder by mail, or is required to send any cheque or any share certificate to a holder, whether in connection with the redemption of such share or otherwise, the Corporation may, notwithstanding the provisions hereof:

- (a) give such notice by publication thereof once in a newspaper having national circulation in Canada or, if there is no newspaper having national circulation in Canada, in an English language newspaper of general circulation published in each of Vancouver, Calgary, Toronto and Montreal and such notice shall be deemed to have been validly given on the day next succeeding its publication; and
- (b) fulfill the requirement to send such cheque or such share certificate by arranging for the delivery thereof to such holder by the Transfer Agent at its principal offices in the City of Calgary or Toronto, Ontario, and such cheque and/or share certificate shall be deemed to have been sent on the date on which notice of such arrangement shall have been given as provided in (a) above, provided that as soon as the Board of Directors determines that mail service is no longer interrupted or threatened to be interrupted, such cheque or share certificate, if not theretofore delivered to such holder, shall be sent by mail as herein provided.

## 7.2 Interpretation

In the event that any day on which any dividend on the Series 12 Shares is payable, on which any Series 12 Conversion Date shall occur, or on or by which any other action is required or permitted to be taken hereunder is not a business day, then such dividend shall be payable, such Series 12 Conversion Date shall occur or such other action shall be required or permitted to be taken on the immediately following day that is a business day. A "**business day**" means a day other than a Saturday, a Sunday or any other day that is a statutory or civic holiday in the place where the Corporation has its head office.

All references herein to a holder of Series 12 Shares shall be interpreted as referring to a registered holder of the Series 12 Shares.

For the purposes hereof:

- (a) **"Annual Fixed Dividend Rate"** means, for any Subsequent Fixed Rate Period, the annual rate (expressed as a percentage rounded down to the nearest one hundred-thousandth of one percent (with 0.000005% being rounded up)) equal to the Government of Canada Bond Yield on the applicable Fixed Rate Calculation Date plus 4.15%, provided that, in any event, such rate shall not be less than 5.75%;
- (b) **"Bloomberg Screen GCAN5YR Page"** means the display designated on page "GCAN5YR<INDEX>" on the Bloomberg Financial L.P. service (or such other page as may replace the GCAN5YR page on that service for purposes of displaying Government of Canada Bond Yields);
- (c) **"Board of Directors"** has the meaning given to it in Section 1.2 hereof;
- (d) **"Book-Based System"** means the record entry securities transfer and pledge system administered by the System Operator in accordance with the operating rules and procedures of the System Operator in force from time to time and any successor system thereof;
- (e) **"Book-Entry Holder"** means the person that is the beneficial holder of a Book-Entry Share;
- (f) **"Book-Entry Share"** means the Series 12 Shares held through the Book-Based System;
- (g) **"CDS"** means CDS Clearing and Depository Services Inc. or any successor thereof;
- (h) **"Conversion Date Redemption Price"** has the meaning given to it in Section 2.2 hereof;
- (i) **"Definitive Share"** means a fully registered, typewritten, printed, lithographed, engraved or otherwise produced share certificate representing one or more Series 12 Shares;
- (j) **"Dividend Payment Dates"** has the meaning given to it in Section 1.1 hereof;
- (k) **"Election Notice"** has the meaning given to it in Section 2.7 hereof;
- (l) **"Fixed Rate Calculation Date"** means for any Subsequent Fixed Rate Period, the 30<sup>th</sup> day prior to the first day of such Subsequent Fixed Rate Period;
- (m) **"Floating Quarterly Dividend Rate"** means, for any Quarterly Floating Rate Period, the rate (expressed as a percentage rounded down to the nearest one hundred-thousandth of one percent (with 0.000005% being rounded up)) equal to the sum of the T-Bill Rate on the applicable Floating Rate Calculation Date plus 4.15% per annum (calculated on the basis of the actual number of days in such Quarterly Floating Rate Period divided by 365 or 366 depending on the actual number of days in the applicable year);

- (n) **“Floating Rate Calculation Date”** means for any Quarterly Floating Rate Period, the 30th day prior to the first day of such Quarterly Floating Rate Period;
- (o) **“Global Certificate”** means the global certificate representing outstanding Book-Entry Shares;
- (p) **“Government of Canada Bond Yield”** on any date means the yield to maturity on such date (assuming semi-annual compounding) of a Canadian dollar denominated non-callable Government of Canada bond with a term to maturity of five years as quoted as of 10:00 a.m. (Toronto time) on such date and which appears on the Bloomberg Screen GCAN5YR Page on such date; provided that, if such rate does not appear on the Bloomberg Screen GCAN5YR Page on such date, the Government of Canada Bond Yield will mean the arithmetic average of the yields quoted to the Corporation by two registered Canadian investment dealers selected by the Corporation as being the annual yield to maturity on such date, compounded semi-annually, which a non-callable Government of Canada bond would carry if issued, in Canadian dollars in Canada, at 100% of its principal amount on such date with a term to maturity of five years;
- (q) **“in priority to”, “on a parity with” and “junior to”** have reference to the order of priority in payment of dividends and in the distribution of assets in the event of any liquidation, dissolution or winding-up of the Corporation, whether voluntary or involuntary, or other distribution of the assets of the Corporation among its shareholders for the purpose of winding-up its affairs;
- (r) **“Non-Conversion Date Redemption Price”** has the meaning given to it in Section 2.2 hereof;
- (s) **“Participants”** means the participants in the Book-Based System;
- (t) **“Quarterly Commencement Date”** means the last day of March, June, September and December in each year, commencing June 30, 2024;
- (u) **“Quarterly Dividends”** has the meaning given to it in Section 1.2 hereof;
- (v) **“Quarterly Floating Rate Period”** means the period from and including June 30, 2024 to, but excluding, the next Quarterly Commencement Date, and thereafter the period from and including the day immediately following the end of the immediately preceding Quarterly Floating Rate Period to, but excluding, the next Quarterly Commencement Date;
- (w) **“ranking as to capital”** and similar expressions mean ranking with respect to priority in the distribution of assets of the Corporation in the event of any liquidation, dissolution or winding-up of the Corporation, whether voluntary or involuntary, or any other distribution of the assets of the Corporation among its shareholders for the purpose of winding-up its affairs;

- (x) “**ranking as to dividends**” and similar expressions mean ranking with respect to priority in the payment of dividends by the Corporation;
- (y) “**Redemption Date**” has the meaning given to it in Section 2.3(a) hereof;
- (z) “**Redemption Price**” has the meaning given to it in Section 2.3(c) hereof;
- (aa) “**Series 11 Share Provisions**” means the rights, privileges, restrictions and conditions of the Series 11 Shares;
- (bb) “**Series 11 Shares**” has the meaning given to it in Section 2.7 hereof;
- (cc) “**Series 12 Conversion Date**” means June 30, 2029 and June 30 every five years thereafter;
- (dd) “**Subsequent Fixed Rate Period**” means the period from and including June 30, 2024 to, but excluding, June 30, 2029 and each five-year period thereafter from and including the day immediately following the end of the immediately preceding Subsequent Fixed Rate Period to, but excluding, June 30 every five years thereafter;
- (ee) “**System Operator**” means CDS or its nominee or any successor thereof;
- (ff) “**T-Bill Rate**” means, for any Quarterly Floating Rate Period, the average yield expressed as a percentage per annum on 90-day Government of Canada Treasury Bills, using the three-month average results, as reported by the Bank of Canada, for the most recent treasury bills auction preceding the applicable Floating Rate Calculation Date;
- (gg) “**Tax Act**” has the meaning given to it in Section 6.1 hereof; and
- (hh) “**Transfer Agent**” means Computershare Trust Company of Canada at its principal transfer offices in Calgary, Alberta and Toronto, Ontario and its successors and assigns.

## **ARTICLE 8 MODIFICATION**

### **8.1 Modification**

The provisions attaching to the Series 12 Shares as a series may be deleted, varied, modified, amended or amplified from time to time with such approval as may then be required by the *Canada Business Corporations Act*, any such approval to be given in accordance with Article 9 and with any required approvals of any stock exchanges on which the Series 12 Shares may be listed.

## **ARTICLE 9**

### **APPROVAL OF HOLDERS OF SERIES 12 SHARES**

#### **9.1 Approval of Holders of Series 12 Shares**

Except as otherwise provided herein, any approval of the holders of the Series 12 Shares with respect to any matters requiring the consent of such holders may be given in such manner as may then be required by law, subject to a minimum requirement that such approval be given by a resolution signed by all such holders or passed by the affirmative vote of not less than two-thirds of the votes cast by the holders who voted in respect of that resolution at a meeting of the holders duly called for that purpose and at which the holders of at least 10% of the outstanding Series 12 Shares are present in person or represented by proxy. If at any such meeting the holder(s) of at least 10% of the outstanding Series 12 Shares are not present in person or represented by proxy within one-half hour after the time appointed for such meeting, then the meeting shall be adjourned to such date not less than 15 days thereafter and to such time and place as may be designated by the chairman of such meeting, and not less than 10 days' written notice shall be given of such adjourned meeting. At such adjourned meeting the holders(s) of Series 12 Shares present in person or represented by proxy shall form the necessary quorum and may transact the business for which the meeting was originally called and a resolution passed thereat by the affirmative vote of not less than two thirds of the votes cast at such meeting shall constitute the approval of the holders of the Series 12 Shares. At any meeting of holders of Series 12 Shares as a series, each such holder shall be entitled to one vote in respect of each share held.

#### **9.2 Formalities, etc.**

The proxy rules applicable to, the formalities to be observed in respect of the giving notice of, and the formalities to be observed in respect of the conduct of, any meeting or any adjourned meeting of holders of the Series 12 Shares shall be those required by law, as may from time to time be supplemented by the by-laws of the Corporation. On every poll taken at every meeting of holders of Series 12 Shares as a series, each holder entitled to vote thereat shall have one vote in respect of each Series 12 Share held.

## **ARTICLE 10**

### **RIGHTS ON LIQUIDATION**

#### **10.1 Rights on Liquidation**

In the event of the liquidation, dissolution or winding-up of the Corporation or other distribution of assets of the Corporation among its shareholders for the purpose of winding-up its affairs, whether voluntary or involuntary, subject to the prior satisfaction of the claims of all creditors of the Corporation and of holders of shares of the Corporation ranking prior to the Series 12 Shares, the holders of the Series 12 Shares shall be entitled to receive an amount equal to \$25.00 per Series 12 Share, together with an amount equal to all declared and unpaid dividends up to but excluding the date fixed for payment or distribution (less any tax required to be deducted and withheld by the Corporation), before any amount is paid or any assets of the Corporation are distributed to the holders of any shares of the Corporation ranking junior as to capital to the Series 12 Shares. Upon payment to the holders of the Series 12 Shares of the amounts so payable

to them, such holders shall not be entitled to share in any further distribution of the assets of the Corporation.

## **ARTICLE 11 WITHHOLDING TAXES**

### **11.1 Withholding Taxes**

For greater certainty, and notwithstanding any other provision of this Schedule, the Corporation shall be entitled to deduct and withhold any amounts required to be deducted and withheld on account of any taxes from any amounts (including shares) payable or otherwise deliverable in respect of the Series 12 Shares, including on the redemption, cancellation or conversion of the Series 12 Shares. To the extent that any amounts are withheld, such withheld amounts shall be treated for all purposes hereof as having been paid or delivered to the person in respect of which such withholding was made. The Corporation is hereby authorized to sell or otherwise dispose of all or any number of Series 11 Shares otherwise deliverable to a holder of Series 12 Shares on the conversion of such Series 12 Shares in order to meet any withholding tax requirements.

### **11.2 Transfer Taxes**

For greater certainty, and notwithstanding any other provision of this Schedule, the Corporation shall not be required to pay any tax which may be:

- (a) imposed upon the person or persons to whom Series 11 Shares are issued,
- (b) payable in respect of the issuance of such Series 11 Shares or a certificate therefor, or
- (c) payable in respect of any transfer involved in the issuance and delivery of any certificate in the name or names other than that of the holder of the Series 12 Shares,

in connection with the conversion of Series 12 Shares into Series 11 Shares.

The Corporation may refuse to issue any Series 11 Share or deliver any such Series 11 Share certificate unless and until the person or persons requesting the issuance thereof shall have paid to the Corporation the amount of such tax or shall have established to the satisfaction of the Corporation that such tax has been paid or is otherwise not required to be paid in the circumstances.

## **ARTICLE 12 BOOK-BASED SYSTEM**

### **12.1 Global Certificate**

Subject to Section 12.2 and 12.3 hereof and notwithstanding Articles 1 through 11 of these share provisions, the Series 12 Shares shall be evidenced by a single fully registered Global Certificate representing the aggregate number of Series 12 Shares issued by the Corporation which shall be held by, or on behalf of, the System Operator as custodian of the Global Certificate for the Participants or issued to the System Operator in uncertificated form and, in either case, registered



in the name of "CDS & Co." (or in such other name as the System Operator may use from time to time as its nominee for purposes of the Book-Based System), and registrations of ownership, transfers, surrenders and conversions of Series 12 Shares shall be made only through the Book-Based System. Accordingly, subject to Section 12.3 hereof, no beneficial holder of Series 12 Shares shall receive a certificate or other instrument from the Corporation or the System Operator evidencing such holder's ownership thereof, and no such holder shall be shown on the records maintained by the System Operator except through a book-entry account of a Participant acting on behalf of such holder.

## **12.2 Registered Holder**

Notwithstanding Articles 1 through 11 hereof, so long as the System Operator is the registered holder of the Series 12 Shares:

- (a) the System Operator shall be considered the sole owner of the Series 12 Shares for the purposes of receiving notices or payments on or in respect of the Series 12 Shares or the delivery of Series 12 Shares and certificates, if any, therefor upon the exercise of rights of conversion; and
- (b) the Corporation, pursuant to the exercise of rights of redemption or conversion, shall deliver or cause to be delivered to the System Operator, for the benefit of the beneficial holders of the Series 12 Shares, the cash redemption price for the Series 12 Shares or certificates for Series 11 Shares against delivery to the Corporation's account with the System Operator of such holders' Series 12 Shares.

## **12.3 Definitive Shares**

If the Corporation determines that the System Operator is no longer willing or able to discharge properly its responsibilities with respect to the Book-Based System and the Corporation is unable to locate a qualified successor or the Corporation elects, or is required by applicable law, to withdraw the Series 12 Shares from the Book-Based System, then Sections 12.1 and 12.2 hereof shall no longer be applicable to the Series 12 Shares and the Corporation shall notify Book-Entry Holders through the System Operator of the occurrence of any such event or election and of the availability of Definitive Shares to Book-Entry Holders. Upon surrender by the System Operator of the Global Certificate, if applicable, to the Transfer Agent for the Series 12 Shares and registration instructions for re-registration of the Series 12 Shares, the Corporation shall execute and deliver Definitive Shares. The Corporation shall not be liable for any delay in delivering such instructions and may conclusively act and rely on and shall be protected in acting and relying on such instructions. Upon the issuance of Definitive Shares, the Corporation shall recognize the registered holders of such Definitive Shares and the Book-Entry Shares for which such Definitive Shares have been substituted shall be void and of no further effect.

## **12.4 Conflict**

The provisions of Articles 1 through 11 hereof and the exercise of rights of redemption and conversion, with respect to Series 12 Shares are subject to the provisions of this Article 12, and to the extent that there is any inconsistency or conflict between such provisions, the provisions of this Article 12 shall prevail.