

**First Nations Finance Authority
TERM SHEET**

Issuer: First Nations Finance Authority (“the Authority”)
Issue: Re-opening of the Series 2014-1 Bonds (the “Bonds”)
Rating: Moody’s: A3 (negative outlook) S&P: A- (stable outlook)
Rank: The Authority’s obligations under the Bonds, and all previously issued bonds of the same series, will be secured under the Authority’s Capital Markets Platform by way of a pledged bond and a pledge held by a collateral agent for the benefit of the holders of the Bonds.
Principal Amount: C\$111,000,000 (new amount outstanding C\$251,000,000)
Trade Date: June 1, 2016
Settlement Date: June 8, 2016 (T+5)
Maturity Date: June 26, 2024 (re-opening)
Coupon Dates: June 26 and December 26 each year
(Interest accrued from December 26, 2015)
Coupon: 3.40%
Offering Spread: +146 bps
Canada Benchmark: 2.50% due June 1, 2024, priced at \$110.85 to yield 1.078%
Offering Yield: 2.538%
Issue Price: \$106.2390 (plus accrued interest)
Drawdown Price: \$105.9190 (-32.00c)
Banking Group Cost: \$105.7715 (-14.75c)
Cost of Issue: \$105.6890 (-8.250c)
Proceeds to Issuer: C\$119,020,844.79 (includes accrued interest from December 26, 2015)
Form: Book entry only through participants in CDS.
Redemption: The Bonds are not redeemable prior to the maturity date.
CUSIP / ISIN: 32117DAA2 / CA32117DAA24
Syndicate:

<u>Management Group</u>	<u>MGMT%</u>	<u>BNKG%</u>
National Bank Financial (Lead and Sole Bookrunner)	67%	38%
CIBC World Markets (Co-Lead)	33%	20%
<u>Banking Group</u>		
Casgrain & Company		8%
Laurentian Bank Securities		8%
Scotia Capital		8%
TD Securities		8%
BMO Capital Markets		5%
RBC Capital Markets		5%
Total	100%	100%

BY: NATIONAL BANK FINANCIAL INC.
PER: SUNIL BHUTANI