

Class A Investment Share - Waiting List

For those who did not have an opportunity to purchase Series 09 shares during the offering, you may be able to take advantage of this series or any other series by being added to the Class A Investment Share waiting list.

1. What is the waiting list?

The waiting list is a list of Members who wish to purchase Class A Investment Shares after the initial offering period for an investment share offering has passed.

2. Who is on the waiting list?

Class A Investment Shares can only be purchased by Members of the Credit Union and therefore only Members can be on the waiting list.

3. Why is there a waiting list?

Once the initial offering period has passed and the offering is closed, sales of new Class A Investment Shares cannot occur. Class A Investment Shares of the Credit Union cannot be traded in an active market and Members are not permitted to sell directly to one another. Members who wish to purchase Class A Investment Shares must therefore add their names to the waiting list. When an existing Class A shareholder wishes to sell their shares, the Member at the top of the waiting list is contacted by Meridian to see if they are still interested in buying the shares. Once a buyer is found, the shares are sold by the existing shareholder and purchased by the new shareholder – this is referred to as a “transfer”. This transfer can only be facilitated through Meridian. The transfer of shares between Members ensures the number and value of Class A Investment Shares outstanding does not decrease when an existing Class A shareholder wishes to sell their shares. Should a sale occur without a purchaser, it is referred to as a “redemption”; this is not preferred by the Credit Union since it decreases our Regulatory Capital. The Credit Union is only permitted to redeem 10% of the Class A Investment Shares issued and outstanding at the end of the prior fiscal year. Therefore a transfer of the shares to another Member is preferred and facilitated so that Regulatory Capital remains intact and redemption limits are not exceeded.

www.meridiancu.ca
1-866-592-2226



where real people build lives™

Class A Investment Share - Waiting List

4. When do Members come off the waiting list?

A Member is removed from the waiting list in one of four ways:

1. Another Member who owns Class A Investment Shares wishes to sell them and the Member on the waiting list is contacted and agrees to purchase the shares. Once the transfer takes place, the Member who purchases the shares is removed from the waiting list;
2. Another Member who owns Class A Investment Shares wishes to sell them and the Member on the waiting list is contacted and indicates that they do not wish to purchase the shares. The Member is then asked whether they want to remain on the waiting list and if they advise they do not, they are removed from it; (in this scenario, if the Member did wish to stay on the waiting list they would be moved to the bottom)
3. The Member passes away; or
4. The Member ceases to be a Member of the Credit Union.

Members who wish to be added to the waiting list to take advantage of this product may do so by contacting their financial Coach or our Quality Contact Centre. It should be understood by Members that there is no guarantee as to if, or when, Shares will become available for purchase, as it is entirely dependent on existing holders being desirous of selling.

www.meridiancu.ca
1-866-592-2226



where real people build lives™