



**AGENT
MANAGING GENERAL AGENTS SECTION**

**COMMISSION AND BONUS SCHEDULE
AND REMUNERATION RULES**

COMMISSION AND BONUS SCHEDULE AND REMUNERATION RULES
AGENT – MANAGING GENERAL AGENTS SECTION

On January 1st, 2020, The Excellence Life Insurance Company (“Excellence”) and Industrial Alliance Insurance and Financial Services inc. (“iA”) merged. In this document, any reference to Excellence, to iA Excellence or to The Excellence Life Insurance Company refers to the products offered by Excellence before the merger, whether they were sold before or after the merger. As a guide, the Excellence products are illustrated on Assure&Go. Any reference to “Individual insurance” products includes the life, critical illness and disability insurance of iA and Excellence.

I. REMUNERATION SYSTEM

Although some items of remuneration are fully earned when credited by the Company to the Agent's account, others only become so at the end of premium payment periods of up to twenty-four (24) months. Consequently, the Company offers the Agent a remuneration system based on advances that can become refundable to the Company in case of an early lapse.

The remuneration paid by the Company (subject to refund and chargebacks rules of the Company) constitutes full payment of the remuneration due and payable by the Company. The Company shall not be liable for any other amounts or liabilities of any kind related to or arising out of such remuneration.

1. Individual Insurance

a) New insurance coverage

When a new insurance coverage other than a single premium contract comes into force, the Company credits the Agent's account with the first-year commission obtained respectively by multiplying the coverage premium according to the annual mode of payment by the percentages determined according to the Commission and Bonus Schedule and Remuneration Rules (the “Commission and Bonus Schedule”). A new insurance coverage comes into force when the application is approved by the Underwriting Department of the Company, the insurance coverage is issued and the premium, according to the mode of payment selected by the applicant, is paid.

Notwithstanding the above paragraph, the Company can, if authorized by the Managing General Agent under which he or she operates, pay the first-year commission when the application is received provided there is a cheque with the application, of at least the amount required to pay one premium according to the mode of payment selected in the application, except for the Excellence products. The first-year commission for the Excellence products is only credited when the policy is placed and paid for.

When an individual insurance application (or request for addition) is submitted for a client, the Company verifies if this client has already submitted an application in the past. If, when this previous request was submitted for the same client,

- i. the Company's decision was to decline or postpone the client's request; or
- ii. the Company or the client has cancelled the request; or
- iii. the Company has issued an insurance policy, which has not been settled or was terminated within 24 months prior to the new request; **and**
- iv. the new request is submitted by the same agent or by an agent from the same agency as the one by which the previous request was submitted;

the first-year commissions are therefore credited only when the policy or the addition is settled.

For agents paid on written business, if the policy is not settled within 90 days following the date the commission is advanced, a commission charge will be applied.

When the policy is settled, the exact commission is calculated and compared to the advanced commission. If the difference is positive, the amount of the difference is credited to the Agent; if the difference is negative, then the overpaid amount is charged to the Agent.

In the case of an insurance contract with premiums payable other than annually, if the credit is superior to the credit determined in the manner described by replacing the premium according to the annual mode of payment by a premium of \$10,000, the Company may make alternative payment arrangements.

If the total first-year compensation payable to an Agent on an individual insurance policy is greater than \$25,000, the Company reserves the right to limit the compensation payable in the first year to the Agent and the MGA. Any outstanding amount would be payable at the first anniversary date of the insurance policy.

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The Company does not grant any credit for:

- An application for an individual insurance contract described in section 1. I); or
- An application for additional or optional individual insurance.

b) Renewal of an insurance coverage

For each renewal of an insurance coverage for which a renewal commission is provided in the Commission and Bonus Schedule, the Company credits the Agent's account with one hundred percent (100%) of the renewal commission obtained by multiplying the annual premium payable and received by the Company under the coverage for the renewal year by the percentage determined according to the Commission and Bonus Schedule.

c) Termination of an insurance coverage

When an insurance coverage terminates for a reason other than the death of the insured or payment of living benefits, the Company charges the Agent's account with a percentage of the first-year commission obtained by multiplying the coverage premium according to the annual mode of payment by the percentages determined according to the Commission and Bonus Schedule; the percentage is determined according to the following table. This procedure is also applicable to Agent's personal insurance coverage.

i. All insurance coverages except disability insurance – Level commission:

Period for which premiums have been paid	First-year commission chargeback (%)	Period for which premiums have been paid	First-year commission chargeback (%)
1 to 4 months	100.00%	15 months	37.51%
5 months	79.17%	16 months	33.33%
6 months	75.00%	17 months	29.17%
7 months	70.84%	18 months	25.00%
8 months	66.67%	19 months	20.84%
9 months	62.51%	20 months	16.67%
10 months	58.33%	21 months	12.51%
11 months	54.17%	22 months	8.33%
12 months	50.00%	23 months	4.17%
13 months	45.84%	24 months	Nil
14 months	41.67%		

Chargebacks applicable to Genesis-Iris contracts are those appearing in schedules in effect at the time when the products have been sold.

ii. Disability insurance with the level commission option

Period for which premiums have been paid	First-year commission chargeback (%)	Period for which premiums have been paid	First-year commission chargeback (%)
1 month	91,67 %	7 months	41,67 %
2 months	83,33 %	8 months	33,33 %
3 months	75,00 %	9 months	25,00 %
4 months	66,67 %	10 months	16,67 %
5 months	58,33 %	11 months	8,33 %
6 months	50,00 %	12 months	Nil

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iii. Renewal

If a renewal commission has been paid to the Agent, the Company charges the Agent's account with a percentage of the renewal commission paid; the percentage is determined according to the following table.

Renewal period for which premiums have been paid	Renewal commission chargeback (%)	Renewal period for which premiums have been paid	Renewal commission chargeback (%)
1 months	91.67%	7 months	41.67%
2 months	83.33%	8 months	33.33%
3 months	75.00%	9 months	25.00%
4 months	66.67%	10 months	16.67%
5 months	58.33%	11 months	8.33%
6 months	50.00%	12 months	Nil

When an insurance coverage terminates because of the death of the insured or payment of living benefits, the Company does not charge the Agent except if the insurance proceed is limited to paid premiums as in the case of the death of the insured by suicide, or when coverage does not take effect immediately at issue. In such case, the percentage of sales commission and renewal commission chargeback is equal to one hundred percent (100%).

d) Reinstatement of an insurance contract

When an insurance contract is reinstated, the commissions and bonuses are credited to the Agent who was charged for them upon termination.

However, if the reinstating Agent is not the one who was charged upon termination of the insurance contract and the reinstatement takes place more than three (3) months after the end of the grace period, the commissions and bonuses charged upon termination are credited to the reinstating Agent.

e) Access Life (Guaranteed Access, Deferred and Deferred Plus)

If a person insured under an Access Life (Guaranteed Access, Deferred and Deferred Plus) policy dies from a cause other than accidental during the first two years following the issue date of the policy and the Company must reimburse premiums to the beneficiary, the Company will charge the agent for the commissions and bonuses paid to him or her since the policy was issued.

The first-year commissions charged to the agent will also be deducted from his or her net production.

f) Modification of an insurance coverage

Whenever an insurance coverage is modified, the Company credits or charges the Agent's account.

g) Rated premiums

No commission is paid on temporary rated premiums. Temporary rated premium is defined as a rated premium for a specific time period other than the life of the insured. Regular commissions are paid on all permanent rated premiums.

h) Renewal of a term insurance coverage

Whenever a term insurance coverage is renewed, the Company proceeds in the manner described in section 1. b) of this provision. However, if satisfactory evidence of insurability is submitted by the insured and accepted by the Company, the Company proceeds in the manner described in section 1. a) of this provision, as for a new insurance coverage.

i) Conversion from a term insurance coverage

i. Conversion from a term insurance coverage into a term insurance coverage

A term insurance coverage or benefit is deemed to have been converted into a term insurance coverage once the insured has exercised his or her conversion privilege stipulated in the term insurance contract.

When the conversion is made, the term insurance coverage is terminated and charges will be applied as described in section 1. c), if necessary.

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ii. Conversion from a term insurance coverage into a permanent insurance coverage

A term insurance coverage or benefit is deemed to have been converted into a permanent insurance coverage once the insured has exercised his or her conversion privilege stipulated in the term insurance contract.

When the conversion is made, the term insurance coverage is terminated and charges will be applied as described in section 1. c), if necessary.

In addition, the commission for the new permanent insurance coverage will be reduced by a conversion (replacement) charge, which is calculated as a percentage of the first-year commission paid for the term coverage taking into account the number of months during which the term insurance premiums were paid.

If the converted amount is lower than the total face amount of the term insurance, the charge will be prorated to the converted amount.

FIRST-YEAR COMMISSION Conversion Charge	
Period for which premiums have been paid	Percentage of sales commission
1 to 12 months	100%
13 to 24 months	50%
25 months or over	Nil

The total chargeback applied against the term insurance first-year commission is never superior to 100% of the first-year commission initially paid on the term insurance.

When an agent submits, or has submitted and placed a term insurance coverage with a sum insured of \$1 million or more, any compensation payable on that conversion, net of all charges, will be entirely paid to the agent who originally sold the term insurance coverage, provided that, at the time the conversion is made:

- This agent has a valid agent contract with the Company; and
- This agent is the official servicing agent on the policy.

j) Replacement of an insurance policy

A replacement occurs when a new individual insurance policy is issued to the same insured within six (6) months before or after the termination date of another policy or contract in the same category of business. The termination date is the date on which a surrender request is received or the date on which the grace period for premiums ends, depending on the case.

Paid-up policies for reduced amounts and policies kept in force through automatic premium loans are considered as terminated on the paid-up date and on the date the automatic premium loan begins, respectively.

Replacement of part of an insurance policy, a module or an insurance policy rider is also considered as a replacement for remuneration purposes.

When there is a replacement, a remuneration charge for replaced business is made to the replacing advisor. This charge is calculated by applying a percentage to the first-year commission of the replaced policy, as shown in the table below.

The first-year commission on the replaced policy would normally be payable for a similar policy at replacement date. For renewable term insurance, the number of months during which the premium was paid is calculated from the date of the last renewal. If there is a charge, the commission rate used will be the one paid at the time of renewal. The charge will never exceed the commissions credited for the new issue.

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The following table indicates the percentage charges according to the duration of the replaced contract:

Duration of replaced contract	Percentage of charge
Less than 5 years	100%
From 5 to less than 7 years	50%
7 years or more	0 %

Termination of the new policy

If the new policy for which replacement charges were applied terminates, the advisor will be repaid for sales commissions charged in excess of those received for the new policy, provided the advisor who sold the former policy was no longer under contract with the Company when the new policy was issued.

Replacement of another agent's policy

The agent who was charged for the first-year commission on the former policy will be repaid for these charges up to the amount of commissions paid for the new policy.

k) Cancelled insurance coverage

If the Company, for any reason whatsoever, cancels an insurance coverage and refunds the premiums, it cancels the transactions made when such insurance coverage came into force, as described in section 1 a) of this provision.

l) Restrictions

▪ Personal insurance coverage

A personal insurance coverage is defined as a coverage taken on the agent's life, the life of his spouse and/or children, or the life of his shareholders, their spouse and/or their children if the agent is operating under corporate status.

The following paragraph does not apply to the Excellence insurance policies. Agents who take out a personal insurance coverage are entitled to the regular commission and the continuous production bonus. However, the commission is used to reduce the premium, whether the agent is the subscriber, policyholder or other. If the agent qualifies for the Continuous Production Bonus, the sales commissions on a personal insurance coverage will be added to his net production for the calculation of the bonus, but may not be used to qualify him if the production requirements set out in Section III. Continuous Production Bonus of this schedule have not been met.

▪ Other restrictions

The Company does not grant compensation on:

- Any temporary rated premiums;
- Any partial premium payments;
- Any waived premiums;
- Any premiums holiday (UL);
- Any Automatic Optimization of the Face Amount (AOFA);
- Any conversion of AOFA coverage to permanent life insurance coverage;
- On any paid-up insurance.

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m) Levelling of Costs of Insurance for Some Universal Life Insurance Products

A commission will be paid to an agent who submits the request to change YRT costs of insurance to level costs of insurance in a universal life product that did not originally offer level costs. This measure only applies to PUII, Self-directed 1 and 2, Uniflex and Libre-Action.

The commission paid to the agent is 50% of the sales commission rate of the product subscribed by the client and is applied on the difference between the following amounts, calculated on an annual basis:

- For PUII and Self-Managed products: Level costs at attained age less current YRT costs,
- For Uniflex, Libre-Action and Self-Directed 2 products: Level costs at attained age less minimum premium at issue.

There will be no renewal commission on the amount difference and any first-year chargeback will apply in case of termination, if necessary. All bonuses will be payable on these transactions.

n) Chargebacks applicable to a yearly renewable term (YRT) universal policy coverage

In this section, any reference to the commission corresponds to the first-year commission, **calculated up to the reference premium**. The commission applicable to the excess premium is therefore excluded and the charges applicable to it remain as defined in the "Notes" section of Appendix A.

The commission is fully earned on the second anniversary of the YRT coverage and may be subject to charges related to certain events during the 24 first months of coverage. The following table indicates the applicable charge types.

Coverage year	Event occurring during the coverage year	Type of charge applicable on the first-year commission			
		Anticipated 12 months premium ⁽¹⁾	24 months premium ⁽²⁾	End of 1st year ⁽³⁾	End of 2 nd year or termination ⁽⁴⁾
1	Target premium reduction	✓			✓
	Premium holiday			✓	
	Termination		✓		✓
	Face amount reduction		✓		
2*	Target premium reduction				✓
	Premium holiday				✓
	Termination		✓		✓
	Face amount reduction		✓		

* Events occurring during the second year of coverage are more likely to cause a chargeback on the renewal commission.

(1) Anticipated 12 months premium

The charge is applied at the time of the event and corresponds to the commission credited minus the commission related to the new total annual premium expected in the first year (based on the premium received and the premium to be received). No charge is made if the new total annual premium expected is greater than or equal to the reference premium.

(2) 24 months premium

Termination

The charge is applied at the time of the event and corresponds to the commission credited multiplied by the applicable percentage presented in the table in section I.1-c)-i of this schedule.

Face amount reduction

In the first two years of coverage, if the reference premium associated with the face amount after the reduction is less than the premium paid at the time of the reduction, a charge is made on the first-year commission.

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The charge is applied at the time of the event and corresponds to the commission credited before the reduction, reduced by the first-year commission calculated according to the reference premium after the reduction, all multiplied by the applicable percentage presented in the table in section I.1-c)-i of this schedule.

(3) Adjustment of the credited first-year commission compared to the commission earned (end of 1st year)

The charge is applied on the first anniversary and corresponds to the commission credited minus the commission linked to the actual premium received in the first year.

(4) Adjustment of the credited first-year commission compared to the commission earned over 2 years (end of 2nd year)

This adjustment triggers a charge which is calculated according to the following formula:

$$\text{Commission charge} = [\text{Minimum (A ; Reference premium)} - B] \times C$$

Where A = Total premium received* during the first year

B = Total premium received* during the first 2 years, divided by 2

C = Applicable first-year commission rate

* *Portion commissioned and allocated to the YRT*

If the commission charge calculated above is negative, no adjustment is applied to the first-year commission.

This adjustment is made on the second anniversary of the coverage and can also be made upon termination, depending on the transactions that took place on the coverage before termination.

2. Conversion from a group insurance policy

The Company pays the Agent a sales commission of 10% of the annual premium on a conversion from a group insurance policy. There is no renewal commission payable to the Agent and no sales credits are granted.

3. Individual Savings and Retirement

a) New contract

When a new savings and retirement contract comes into force, the Company credits the Agent's account with one hundred percent (100%) of the Sales Commission obtained by multiplying the premium received by the Company, including the premium paid by PAC, according to the rules of the Company then in force, by the percentage determined according to the Commission and Bonus Schedule.

b) Termination of a contract

When a savings and retirement contract terminates, the Company charges the Agent's account with amounts determined according to the Company rules then in force.

c) Modification of a contract

Whenever a savings and retirement contract is modified, the Company credits or charges the Agent's account according to the type of modification to the savings and retirement contract and the Company rules then in force.

d) Cancelled contract

If the Company, for any reason whatsoever, cancels a savings and retirement contract and refunds the premiums, it cancels the amount credited to the Agent's account when such savings and retirement contract came into force.

e) Contracts in force

Whenever a subsequent premium is received, including a premium paid by PAC, or during the month of January of each calendar year, according to the Company rules then in force, whenever a premium is received or interest credited is reinvested or when the premiums received and the interest credited are applied to the payment of an annuity, the Company credits the Agent's account with one hundred percent (100%) of the Sales Commission obtained by multiplying the premium received, the amount reinvested or the amount applied to the payment of an annuity by the Company by the percentage determined according to the Commission and Bonus Schedule.

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f) Advisory Fees (F-Class Funds)

The fees payable to the Agent are paid monthly and are based on the market value of the F-Class units of funds. The details of fee-based compensation are presented in the *REMUNERATION BY FEES (CATEGORY F FUND)* section of this schedule.

4. Other products and financial services

The commissions and bonuses payable to the Agent for other types of contracts and financial services are determined in accordance with the schedule in effect when the Company is remunerated by the supplier of such products or services.

5. Change of agent request

A change of agent on an individual policy – life insurance contract, disability insurance contract, critical illness contract and savings and retirement contract – is processed according to the rules and procedures in force at the time of the request. These rules and procedures are available in the Extranet, at the same location as this Commission Schedule.

6. Simultaneous applications

When two applications coming from two agents are submitted for the same insured, the Company works on only one application, which is the one submitted with a first deposit or a pre-authorized cheque payment (PAC).

If the two applications are submitted with a deposit or the two are submitted without a deposit, the priority is given to the first received application, unless we receive a written request duly signed by the client.

II. CURRENCY

All payments under this Commission and Bonus Schedule is payable in Canadian currency.

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III. CONTINUOUS PRODUCTION BONUS

1. Schedule

If the Agent reaches \$10,000 of net first-year individual insurance commissions ⁽¹⁾ within the calendar year, he or she is entitled to the Continuous Production Bonus.

The continuous production bonus payment is subject to a maximum per coverage: For coverages with annual premium exceeding \$50 000, the bonus is payable only on the first \$50 000 of premium.

The Continuous Production Bonus is a percentage of net first-year individual insurance commissions and varies according to the number of consecutive years during which the Agent has met the eligibility requirements. This percentage is determined according to the following schedule:

Number of consecutive years during which the eligibility requirements are met	Bonus
1	15%
2	20%
3	25%
4 and over	30%

If the Agent who was already qualified to receive the Continuous Production Bonus in previous years fails to meet the eligibility requirements in any subsequent year, no Continuous Production Bonus is then payable for that particular year unless the Agent was at 30% bonus level (see 2. Payment hereafter). Furthermore, if the Agent meets again the eligibility requirements in any year thereafter, he or she starts over at 15%.

To be entitled to Continuous Production Bonus, the Agent must be the only individual offering the Company's products under his Contract or his Agent's code; pooling is not permitted.

⁽¹⁾ *Net first-year individual insurance commissions mean the sum of first-year individual insurance commissions generated by the Agent's sales during the year, minus replacement charges and 100% of the original first-year individual insurance commissions for policies that lapsed during the calendar year and for which less than two (2) years of premiums have been paid at the time of termination. Renewal of a term insurance contract and deposits (excess premiums, additional deposit option, shuttle fund and 10-15-20 options) are not included in the net first-year commissions' calculation.*

2. Payment

The Agent's Contract must be in force on the date of payment in order to be eligible for the bonus.

Unless the Agent is at 30% bonus level, the Continuous Production Bonus is paid the week the Agent reaches \$10,000 in net first-year individual insurance commissions and then each week if the net commissions have increased. If the net commissions decreased and/or the Agent no longer meets the minimum requirements in terms of net commissions, the Continuous Production Bonus paid in excess during the year will be charged on the last week (52) of the year.

For Agents who are at 30% bonus level, the Continuous Production Bonus is paid at the first dollar of net first-year commission. If the Agent does not reach \$10,000 net first-year commission minimum requirement at the end of the calendar year, no charge will be done.

At the end of the calendar year, the Company will use the net commissions earned by the Agent and make the above-mentioned adjustment if necessary.

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IV. BUSINESS DEVELOPMENT BONUS

1. Definition of the Bonus

The Business Development Bonus is paid to agents who reach a minimum of 42,000 of total production during a calendar year. Total production is defined in Section 2 hereafter.

The Business Development Bonus is divided in two parts: one part on individual insurance and one part on individual savings. Qualified agents receive the following bonus:

**Individual Insurance: Percentage of in force premiums at the end of the calendar year
(lines 2.1 + 2.2 of the In Force and Persistency Report)**

Savings Products: Amount per million dollars of segregated funds under management at the end of the calendar year (line 4.2 of the In Force and Persistency Report)

The bonus level is established based on the total production reached by the agent at the end of the current year and the bonus is payable according to the following criteria and levels:

Total Production	Individual Insurance % of in force premiums	Savings Products \$ per \$M of seg funds under management
0 to 41,999.99	No bonus	No bonus
42,000 to 62,999.99	1.00%	\$500
63,000 to 83,999.99	1.10%	\$550
84,000 to 104,999.99	1.20%	\$600
105,000 to 125,999.99	1.35%	\$650
120,000 +	1.50%	\$700

When an agent buys a block of business during a calendar year, the Business Development Bonus is not recalculated for the current year and the acquisition does not change the payments already established for that calendar year.

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2. Total Production

The total production is defined in the following table:

Products	Total Production
Individual insurance	
<ul style="list-style-type: none"> ▪ Traditional ▪ Universal life Genesis ▪ Critical illness ▪ Disability 	<ul style="list-style-type: none"> ▪ Net first-year commission on premium ▪ Net first-year commission on target premium up to the reference premium ▪ Net first-year commission ▪ Net first-year commission
Individual Savings and Retirement and Registered Education Savings Plans	
<ul style="list-style-type: none"> ▪ New contributions – Segregated funds 	<ul style="list-style-type: none"> ▪ 2.5% X new premium deposits (excluding traditional Money Market fund but including premiums deposited in Dollar-cost averaging - DCA)
<ul style="list-style-type: none"> ▪ New contributions – Segregated funds 	<ul style="list-style-type: none"> ▪ 2.5% X new premium deposits (excluding Money Market fund)
<ul style="list-style-type: none"> ▪ New contributions – Guaranteed funds 	<ul style="list-style-type: none"> ▪ 1% on new deposits invested in terms 1 year and more
<ul style="list-style-type: none"> ▪ Conversion of an RRSP to a RRIF 	<ul style="list-style-type: none"> ▪ Commission paid at conversion
<ul style="list-style-type: none"> ▪ Rollover to spouse 	<ul style="list-style-type: none"> ▪ Commission paid upon rollover
<ul style="list-style-type: none"> ▪ Single premium annuity 	<ul style="list-style-type: none"> ▪ Commission earned
<ul style="list-style-type: none"> ▪ Inter-series transfer towards FORLIFE Series Income Stage 	<ul style="list-style-type: none"> ▪ Commission paid at transfer
Group Savings - Individual Pension Plan (IPP)	
<ul style="list-style-type: none"> ▪ Deposit for current servicing (yearly deposit) ▪ Deposit for past servicing (plan deficit) ▪ Deposit for management fees ▪ RRSP transfer required by plan ▪ Additional required amount RRSP transfer 	<ul style="list-style-type: none"> ▪ 2.5% X new premium deposits (Transfers from individual savings and retirement will not give sales credit)

**up to the reference premium*

Replacement charges, if any, are deducted from the total production. Individual insurance policies that terminate during the year and that have less than two (2) years of premiums paid will be deducted from the total production by the amount of first-year commission credited on the premiums for those policies. Deposits (excess premiums, additional deposit option (ADO), shuttle fund and options) are not included in the total production.

Any individual insurance products, as well as investment or individual savings and retirement products purchased by agents themselves or their immediate family members are not eligible.

The TuGo products are not eligible. In the case of individual savings and retirement, internal transfers, with the exception of those from the high interest savings account and the daily interest fund +, and reinvestments, are excluded.

3. Payment

The Business Development Bonus is calculated once a year, at the beginning of the year, based on the most recent December 31st In Force and Persistency Report. It is payable in four (4) instalments in the first week of March, June, September and December. The agent must be under contract at time of payment to receive this bonus.

4. Every year, the Company may review the eligibility requirements for this bonus.
5. Any amount due to the Company will be deducted from the bonus payment, if applicable.

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The following tables apply to new applications and additions on existing policies submitted as of September 21, 2020

INDIVIDUAL INSURANCE		COMMISSION RATES			
		(Percentage of premiums by coverage year)			
UNIVERSAL LIFE INSURANCE		1 st	2 nd to 5 th	6 th to 10 th	11 th and subsequent
GENESIS					
▪ Death Benefits					
▫ Target Premium					
• Level					
		60.0	5.0	3.0	--
• YRT ⁽⁴⁾					
		65.0	3.0	3.0	--
▫ Excess Premium ⁽²⁾					
		5.0	3.0	3.0	--
▪ Accumulation Fund ⁽³⁾					
		--	--	--	0.2
▪ Shuttle Fund					
		0.5	--	--	--
▪ 10-15-20 Options					
		5.0	3.0	3.0	--
▪ Additional Benefits					
▫ Level					
		60.0	5.0	3.0	--
▫ YRT					
		65.0	3.0	3.0	--
EQUIBUILD ⁽⁴⁾					
▪ Minimum Premium*					
		50.0	4.0	4.0	2.0
▪ Excess Premium ⁽²⁾					
		4.0	4.0	4.0	4.0
▪ Integrated Coverage 10					
		37.5	3.0	3.0	3.0
▪ Integrated Coverage 20					
		50.0	3.0	3.0	3.0
▪ Accumulation Fund ⁽³⁾					
		--	--	--	--
▪ Shuttle Fund					
		--	--	--	--
▪ Additional Benefits					
		50.0	4.0	4.0	2.0
EQUIBUILD 15-YEAR PAYMENT					
▪ Minimum premium**					
		50.0	4.0	4.0	2.0
▪ Excess Premium ⁽²⁾					
		4.0	4.0	4.0	4.0
▪ Accumulation Fund ⁽³⁾					
		--	--	--	--
▪ Shuttle Fund					
		--	--	--	--
▪ Additional Benefits					
		50.0	4.0	4.0	2.0

*Renewal compensation is credited even if the minimum premium was not paid.

** Renewal compensation is credited even if the minimum premium was not paid but only for the first 15 years of the policy.

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AGENT – MANAGING GENERAL AGENTS SECTION**

INDIVIDUAL INSURANCE	COMMISSION RATES			
	(Percentage of premiums by coverage year)			
UNIVERSAL LIFE INSURANCE (cont'd)	1 st	2 nd to 5 th	6 th to 10 th	11 th and subsequent
UNIVERSAL LIFE INSURANCE RIDERS				
▪ Disability Credit	35.0	5.0	3.0	--
▪ T10 (renewable and convertible)	37.5	5.0	3.0	3.0
▪ T20 (renewable and convertible)	50.0	5.0	3.0	3.0
▪ T20 (R and C) coming from a T10 conversion	25.0	5.0	3.0	3.0
▪ T25	50.0	5.0	3.0	3.0
▪ T30	50.0	5.0	3.0	3.0
▪ Child Module and Child Module PLUS	60.0	5.0	3.0	--
▪ Supplementary Income (SI)	60.0	5.0	5.0	--
▪ Hospitalization/Hospitalization & Home Care	40.0	12.0	12.0	12.0
▪ Paramedical Care in the Event of an Accident	45.0	5.0	3.0	--
▪ Critical Illness (25 diseases)				
▫ T10	40.0	3.0	3.0	3.0
▫ T20	45.0	3.0	3.0	3.0
▫ T25	47.5	3.0	3.0	3.0
▫ T75	50.0	3.0	3.0	--
▫ T100	50.0	3.0	3.0	--
▪ Critical Illness (4 diseases)				
▫ T10 (level and decreasing 50%)	40.0	3.0	3.0	3.0
▫ T20 (level and decreasing 50%)	45.0	3.0	3.0	3.0
▫ T25 (level and decreasing 50%)	47.5	3.0	3.0	3.0
▫ T75	50.0	3.0	3.0	--
▫ T100	50.0	3.0	3.0	--
▪ Child Critical Illness	50.0	3.0	3.0	--

COMMISSION AND BONUS SCHEDULE AND REMUNERATION RULES
AGENT – MANAGING GENERAL AGENTS SECTION

INDIVIDUAL INSURANCE	COMMISSION RATES			
	(Percentage of premiums per year of coverage)			
TRADITIONAL LIFE INSURANCE	1 st	2 nd to 5 th	6 th to 10 th	11 th and subsequent
WHOLE LIFE				
▪ L10, L20, L65	50.0	5.0	2.0	2.0
▪ L100	60.0	5.0	2.0	2.0
▪ Life and Serenity 65	60.0	5.0	2.0	2.0
▪ Child Life & Health Duo	50.0	5.0	2.0	2.0
▪ T100 (age under 60) ⁽⁵⁾	45.0	5.0	2.0	2.0
▪ T100 (age from 60 to 80) ⁽⁵⁾	30.0	5.0	2.0	2.0
▪ T100 (age above 80) ⁽⁵⁾	20.0	5.0	2.0	2.0
IA PARTICIPATING LIFE				
▪ 10-year payment	35.0	5.0	2.0	--
▪ 20-year payment	50.0	5.0	2.0	1.0
▪ Payable to age 100	50.0	5.0	2.0	1.0
▪ Additional deposit option (ADO) ⁽⁶⁾	4.0	4.0	4.0	4.0
TRADITIONAL TERM				
▪ T10 (renewable and convertible)	37.5	5.0	3.0	3.0
▪ T20 (renewable and convertible)	50.0	5.0	3.0	3.0
▪ T20 (R and C) coming from a T10 conversion	25.0	5.0	3.0	3.0
PICK-A-TERM LIFE				
▪ T10	37.5	5.0	3.0	3.0
▪ T11	38.5	5.0	3.0	3.0
▪ T12	39.5	5.0	3.0	3.0
▪ T13	40.5	5.0	3.0	3.0
▪ T14	41.5	5.0	3.0	3.0
▪ T15	42.5	5.0	3.0	3.0
▪ T16	44.0	5.0	3.0	3.0
▪ T17	45.5	5.0	3.0	3.0
▪ T18	47.0	5.0	3.0	3.0
▪ T19	48.5	5.0	3.0	3.0
▪ T20 to T40	50.0	5.0	3.0	3.0
▪ T20 coming from a T10 conversion	25.0	5.0	3.0	3.0
▪ T30 coming from a T10 conversion	25.0	5.0	3.0	3.0
▪ Renewal of life insurance coverage	3% payable on YRT annual premium			

**COMMISSION AND BONUS SCHEDULE AND REMUNERATION RULES
AGENT – MANAGING GENERAL AGENTS SECTION**

INDIVIDUAL INSURANCE	COMMISSION RATES			
	(Percentage of premiums by coverage year)			
TRADITIONAL LIFE INSURANCE (cont'd)	1 st	2 nd to 5 th	6 th to 10 th	11 th and subsequent
TRADITIONAL LIFE INSURANCE RIDERS				
▪ Disability Credit	35.0	5.0	3.0	--
▪ Child Module and Child Module PLUS	60.0	5.0	3.0	--
▪ Supplementary Income (SI)	60.0	5.0	5.0	--
▪ Critical Illness (25 diseases)				
▫ T10	40.0	3.0	3.0	3.0
▫ T20	45.0	3.0	3.0	3.0
▫ T25	47.5	3.0	3.0	3.0
▫ T75	50.0	3.0	3.0	--
▫ T100	50.0	3.0	3.0	--
▪ Critical Illness (4 diseases)				
▫ T10 (level and decreasing 50%)	40.0	3.0	3.0	3.0
▫ T20 (level and decreasing 50%)	45.0	3.0	3.0	3.0
▫ T25 (level and decreasing 50%)	47.5	3.0	3.0	3.0
▫ T75	50.0	3.0	3.0	--
▫ T100	50.0	3.0	3.0	--
▪ Child Critical Illness	50.0	3.0	3.0	--
▪ Hospitalization/Hospitalization & Home Care	40.0	12.0	12.0	12.0
▪ Paramedical care in the Event of an Accident	45.0	5.0	3.0	--

COMMISSION AND BONUS SCHEDULE AND REMUNERATION RULES
AGENT – MANAGING GENERAL AGENTS SECTION

INDIVIDUAL INSURANCE	COMMISSION RATES			
	(Percentage of premiums per year of coverage)			
OTHER INSURANCE PRODUCTS	1 st	2 nd to 5 th	6 th to 10 th	11 th and subsequent
TRANSITION				
▪ Critical Illness (25 diseases)				
▫ T10	40.0	3.0	3.0	3.0
▫ T20	45.0	3.0	3.0	3.0
▫ T25	47.5	3.0	3.0	3.0
▫ T75	50.0	3.0	3.0	--
▫ T100	50.0	3.0	3.0	--
▫ T100 Option 10	40.0	3.0	3.0	--
▫ T100 Option 20	50.0	3.0	3.0	--
▪ Critical Illness (4 diseases)				
▫ T10 (level and decreasing 50%)	40.0	3.0	3.0	3.0
▫ T20 (level and decreasing 50%)	45.0	3.0	3.0	3.0
▫ T25 (level and decreasing 50%)	47.5	3.0	3.0	3.0
▫ T75	50.0	3.0	3.0	--
▫ T100	50.0	3.0	3.0	--
▫ T100 Option 10	40.0	3.0	3.0	--
▫ T100 Option 20	50.0	3.0	3.0	--
▪ ROP ^(a) Upon Death Rider/Flexible ROP 20 and ROP65 Rider	30.0	3.0	3.0	--
▪ Flexible ROP15 Rider	15.0	3.0	3.0	--
▪ Transition Child	50.0	3.0	3.0	--
▪ Increased Benefit Rider	40.0	3.0	3.0	--
TRANSITION – TRANSFORMATION PLANS				
▪ Transition 1 to 4	40.0	3.0	3.0	--
▪ Transition 5 & 6	See current commissions on Transition products			
CANCER GUARD				
▪ Cancer insurance	50.0	2.5	2.5	2.5
▪ Critical illness	50.0	2.5	2.5	2.5
▪ AD&D rider	35.0	2.5	2.5	2.5
▪ Accidental fracture rider	35.0	2.5	2.5	2.5
▪ Extended medical care rider	35.0	2.5	2.5	2.5
▪ Return of premiums	25.0	1.25	1.25	1.25
ACCESS LIFE				
▪ L100 – Guaranteed Access	35.0	2.5	2.5	--
▪ L100 – Deferred	40.0	2.5	2.5	--
▪ L100 – Deferred Plus	45.0	2.5	2.5	--
▪ L100 – Immediate Plus	50.0	2.5	2.5	--
▪ T15 – Deferred Plus	40.0	2.5	2.5	--
▪ T15 – Immediate Plus	40.0	2.5	2.5	--
▪ T20 – Deferred Plus	40.0	2.5	2.5	--
▪ T20 – Immediate Plus	40.0	2.5	2.5	--
▪ T25 – Deferred Plus	40.0	2.5	2.5	--
▪ T25 – Immediate Plus	40.0	2.5	2.5	--

^(a) Return of premiums

**COMMISSION AND BONUS SCHEDULE AND REMUNERATION RULES
AGENT – MANAGING GENERAL AGENTS SECTION**

INDIVIDUAL INSURANCE	COMMISSION RATES				
	(Percentage of premiums by coverage year)				
OTHER INSURANCE PRODUCTS (cont'd)	1 st	2 nd	3 rd to 5 th	6 th to 10 th	11 th and subsequent
MOMENTUM ⁽⁷⁾	30.0	5.0	5.0	5.0	--
Guaranteed premium rider – Modular Plus	60.0	15.0	5.0	5.0	--
L20 – Modular Plus	50.0	5.0	5.0	2.0	2.0
Contribution in the event of the insured's disability or death on retirement savings product	35.0	5.0	5.0	--	--
Other additional benefits	Same commission rate as basic contract				

INDIVIDUAL INSURANCE	COMMISSION RATES			
	(Percentage of premiums per year of coverage)			
DISABILITY INSURANCE	Up-Front Commission		Level Commission*	
	1 st	2 nd and subsequent	1 st	2 nd and subsequent
SUPERIOR PROGRAM ⁽⁸⁾				
▪ Disability insurance	40.0	2.5	50.0	15.0
▪ Overhead expenses insurance	40.0	2.5	50.0	15.0
▪ AD&D rider	35.0	2.5	40.0	12.5
▪ Accidental fracture rider	35.0	2.5	40.0	12.5
▪ Extended medical care rider	35.0	2.5	40.0	12.5
▪ Travel insurance rider	35.0	2.5	40.0	12.5
▪ Return of premiums	20.0	1.25	25.0	7.5
▪ Extension of disability insurance (accident)	--	2.5	--	15.0
UNIVERSAL LOAN INSURANCE				
▪ Disability insurance	35.0	2.5	40.0	12.5
▪ AD&D rider	35.0	2.5	40.0	12.5
▪ Accidental fracture rider	35.0	2.5	40.0	12.5
▪ Extended medical care rider	35.0	2.5	40.0	12.5
▪ Return of premiums	17.5	1.25	20.0	6.25
▪ Extension of disability insurance (accident)	--	2.5	--	12.5
ACCI-JET PROGRAM				
▪ Disability insurance	35.0	2.5	45.0	12.5
▪ Overhead expenses insurance	35.0	2.5	45.0	12.5
▪ AD&D rider	35.0	2.5	40.0	12.5
▪ Accidental fracture rider	35.0	2.5	40.0	12.5
▪ Extended medical care rider	35.0	2.5	40.0	12.5
▪ Travel insurance rider	35.0	2.5	40.0	12.5
▪ Return of premiums	17.5	1.25	22.5	6.25
▪ Extension of disability insurance (accident)	--	2.5	--	12.5

* Only the Continuous Production Bonus is payable in addition to the first-year commission when the level commission option is selected.

**COMMISSION AND BONUS SCHEDULE AND REMUNERATION RULES
AGENT – MANAGING GENERAL AGENTS SECTION**

INDIVIDUAL INSURANCE	COMMISSION RATES			
	(Percentage of premiums per year of coverage)			
DISABILITY INSURANCE	Up-Front Commission		Level Commission	
	1st	2nd and subsequent	1st	2nd and subsequent
ACCI 7 PLUS				
▪ Disability in case of accident	50.0	2.5	n/a	n/a
▪ AD&D	50.0	2.5	n/a	n/a
▪ Accidental fracture	50.0	2.5	n/a	n/a
▪ Extended medical care rider	50.0	2.5	n/a	n/a
▪ Hospitalization	50.0	2.5	n/a	n/a

OTHER PRODUCTS AND FINANCIAL SERVICES	COMMISSION RATES		
	(Percentage of premiums by coverage year)		
DISABILITY INSURANCE	1st	2nd	3rd and subsequent
Great-West Life DI products*	50.0	5.0	5.0
ACCIDENT INSURANCE			
Accifamily	15.0	n/a	n/a

**Great-West Life products are not included in the Company's individual insurance products for bonus and sales credits calculation.*

OTHER PRODUCTS AND FINANCIAL SERVICES (cont'd)	COMMISSION RATES				
	(Percentage of loan balance at policy anniversary)				
	1st	2nd	3rd to 5th	6th to 10th	11th and subsequent
Collateral loan facility (CLF)	0.13	0.13	0.13	0.13	0.13

**COMMISSION AND BONUS SCHEDULE AND REMUNERATION RULES
AGENT – MANAGING GENERAL AGENTS SECTION**

OTHER PRODUCTS AND FINANCIAL SERVICES (cont'd)	COMMISSION RATES	
	(percentage of premiums)	
IA Travel insurance in partnership with TuGo *		
	Insured's Age	Commission (%)
Medical Plans & sports coverage		
Annual & Single	0 – 59 years	25.0
	60 years and +	15.0
Visitors to Canada	0 – 59 years	35.0
	60 years and +	10.0
Other Plans		
All Inclusive Holiday Package	0 – 59 years	30.0
Visitors Holiday Package	0 – 59 years	30.0
	60 years and +	10.0
Single Trip, Medical, and Rider, Accident & Air Flight, Inbound Student	0 – 69 years	35.0
Single Trip, Medical, and Rider, Accident & Air Flight, Inbound Student - Family	0 – 59 years	35.0
Single Trip, Medical, and Rider, Accident & Air Flight, Outbound Student	0 – 40 years	35.0
Single Trip, Medical, and Rider, Accident & Air Flight, Outbound Student - Family	0 – 40 years	35.0
Non medical plan	All ages	30.0
Trip Cancellation	All ages	30.0
Trip Interruption	All ages	30.0
All remaining plans	All ages	25.0

**Commissions from IA Travel Insurance in partnership with TuGo are excluded from all bonuses calculation (Continuous production bonus and Business development bonus). They are credited and/or charged once every month, during the month following that in which the sale occurred. Paid commissions include applicable taxes.*

COMMISSION AND BONUS SCHEDULE AND REMUNERATION RULES
AGENT – MANAGING GENERAL AGENTS SECTION

NOTES – INDIVIDUAL INSURANCE

(1) For a YRT coverage, commission rates apply **up to the reference premium**. These rates apply to the projected annual target premium and to any premium paid during a given year, where the target premium is the premium that the client has chosen to pay into a universal policy and that has been allocated to YRT coverage, such as described below. Beyond the reference premium, the excess premium commission rates apply.

In the case of a contract consisting of a YRT coverage and at least one other mandatory minimum premium coverage, the total annual premium paid is allocated in priority to the full payment of all coverages with mandatory minimum premium and the balance is allocated to YRT coverage.

A check cashed 20 days or less before the anniversary date is considered in the commission calculation for the following year.

In the event where a YRT coverage is added to an in-force universal life policy, the first-year commission is advanced based on the cost of insurance.

(2) The excess premium is the premium paid in excess of the minimum premium up to the maximum premium. For compensation purposes, additional premium on the 10-15-20 options is considered to be an excess premium. For Genesis and Equibuild, there is no advanced compensation on the excess premium; it is only paid when the entire annual minimum premium has been paid.

The excess premium compensation is made with respect to the coverage years of the base coverage. The first-year commission may be subject to a year-end adjustment. At all times, a 100% recovery of compensation paid is made if the excess premiums received are withdrawn within 13 months of their deposit.

(3) Percentage of accumulated amounts in the Accumulation Fund at the end of each year.

(4) For joint-last-to-die Equibuild policies with a highly substandard risk (non-insurable) life insured, these additional rules apply:

- All commission rates paid for the first year and thereafter, are equal to 85% of the regular compensation rates.
- At the end of the 10th policy year, if the highly rated life insured is still alive, an additional compensation equal to all unpaid compensation will be paid. The unpaid compensation corresponds to the difference between the commissions that would have been paid to 100% and the commissions that were actually paid to 85% over the first 10 years of the policy. This additional compensation is not subject to any chargeback.
- If the highly rated life insured dies during the first 13 months of the policy, the amount from the accumulated fund that is paid as a death benefit will be treated as a withdrawal (for compensation purposes only) and regular chargeback rates will apply to that withdrawal.

(5) In the case of a joint policy, replace age by equivalent age.

(6) The contribution to the additional deposit option (ADO) is the payment which exceeds the premium. At all times, a recovery of 100% of the remuneration paid to the ADO is made on the amount equivalent to the reduction in the surrender value of the paid-up insurance, if it occurs within 13 months of the contribution.

(7) Momentum is available as an addition only starting December 5, 2011.

(8) For sales in Quebec of the Superior Program, the Company grants exclusivity to the Michel Rhéaume et associés Ltée (MRa) firm towards members of certain associations served by MRa. As a result of this exclusivity, no proposal will be accepted, and no remuneration will be paid for any sale in Quebec of the Superior Program to members of the following associations:

- Association provinciale des constructions d'habitation du Québec;
- Barreau du Québec;
- Corporation des maîtres électriciens du Québec;
- Fédération provinciale du bâtiment et de l'habitation du Québec (insured members only);
- L'Association des chiropraticiens du Québec;
- L'Association professionnelle des notaires du Québec;
- L'Ordre des opticiens d'ordonnance du Québec;
- L'Association des propriétaires de machinerie lourde du Québec.

COMMISSION AND BONUS SCHEDULE AND REMUNERATION RULES
AGENT – MANAGING GENERAL AGENTS SECTION

INDIVIDUAL SAVINGS AND RETIREMENT

IAG SAVINGS AND RETIREMENT PLAN, MY EDUCATION+

Fixed term interest rate investments

- | | |
|---|-----------------------------|
| ▪ First five years of the term | 0.20% per year of the term* |
| ▪ Each year of term exceeding five years | 0.10% per year of the term* |
| ▪ 5-year progressive rate Guaranteed Interest Funds | 1.00% |

** The commission paid is equal to the commission rate multiplied by the number of years of the term. If the investment term is less than one year, the commission is proportional to the length of the investment term. If the investment term is more than one year and is indicated in years and months, the commission is determined according to the exact length of the term.*

HIGH INTEREST SAVINGS ACCOUNT AND DAILY INTEREST FUND+

- | | |
|------------------|-------|
| ▪ Service (only) | 0.20% |
|------------------|-------|

The service commission on the High Interest Savings Account and on the Daily Interest Fund+ is payable immediately on a monthly basis and is not included in bonus and total production calculations.

The monthly service commission is calculated as follows:

$$\frac{\text{Average of the account's daily closing balances}}{\text{Service commission rate}} \times \frac{\text{Number of days in the month}}{365}$$

Conversion from RRSP/LIRA to RRIF/LIF

When a RRSP/LIRA is converted into a RRIF/LIF, a commission of 1% based on the market value is paid on segregated funds only. These funds must have been held in the contract for at least 24 months. This commission does not apply to the fee based Funds.

A commission chargeback (100%) will apply to all lump-sum withdrawals made within the 24-month period following the conversion date. This rule applies to deposits made in the IAG SRP, Ecoflex and Ecoflextra Classic Series products.

Inter-series transfer to the FORLIFE Series Income Stage

When an inter-series transfer is made to the FORLIFE Series Income Stage less than 24 months after the deposit of the transferred amount, the difference between the sales commission that was paid and the sales commission that would have been paid in the FORLIFE Series Income Stage is fully charged back. This commission does not apply to the fee based Funds.

Inter-series transfer to the FORLIFE Series Income Stage for non-registered contracts and TFSA

When an inter-series transfer for non-registered contracts and TFSA is made 24 months or more after the deposit of the transferred amount, a one-time commission of 1% is paid on the market value of the transferred segregated funds. The transfer to the FORLIFE Series Income Stage of sums for which the commission has already been paid does not generate the payment of another 1% commission. This commission does not apply to the fee based Funds.

A commission chargeback (100%) applies to lump-sum withdrawals made within 24 months following the transfer date, excluding periodic withdrawals and FORLIFE Income settlements.

COMMISSION AND BONUS SCHEDULE AND REMUNERATION RULES
AGENT – MANAGING GENERAL AGENTS SECTION

Rollover to spouse at death

When there is a rollover to the spouse following a death, a 3% commission is paid on the market value of the segregated funds only. These funds must have been held in the contract for at least 24 months. This commission does not apply to the fee based Funds.

A commission chargeback (100%) applies to lump-sum withdrawals made within 24 months following the transaction date, excluding periodic withdrawals. This rule applies to deposits made in the IAG SRP, Ecoflex and Ecoflextra Classic Series products.

Deposits made by annuitant aged 80 or older

Commission chargeback

For deposits made in segregated funds as of the age of 80, in the Deferred Sales Charge mode (DSC) or the Chargeback mode (CB 3 or 5 years), the first-year commission paid to the agent will be fully recovered if the death of the annuitant occurs within the 24 months following the date of deposit.

There is no commission chargeback for deposits made in the funds in the Front-End Load mode (FEL) or in the case of a spousal rollover. (In spousal rollover cases, a commission could be triggered according to *Rollover to Spouse at Death* section above)

For a Registered Education Savings Plan (RESP), the chargeback applies only if the death benefit is paid.

Restrictions

Deposits of more than one million are not accepted in the DSC or CB modes if the annuitant is aged 80 and over (at the moment of the deposit). Only the Front-End Load mode (FEL) is accepted for these clients.

These rules apply for all segregated fund products offered by the Company.

Transfer fee reimbursement program

When an agent requests a transfer fee reimbursement on behalf of a client and the amount of this reimbursement is invested in the funds with chargeback to the agent, a commission could be charged back if there was a withdrawal within 36 months or 60 months, depending on the method of compensation chosen, following the deposit of the fee amount reimbursed. This rule applies to deposits made in the IAG SRP, Ecoflex and Ecoflextra Classic Series products.

HIGH INTEREST TAX-FREE SAVINGS ACCOUNT

High Interest Tax-Free Savings Account (IA Trust)

- Service (only) 0.20%

The service commission on the High Interest Tax-Free Savings Account is payable immediately on a monthly basis,

The monthly service commission is calculated as follows:

$$\frac{\text{Fund value at the end of the previous month*} + \text{Fund value at the end of the current month}}{2} \times \text{Service commission rate} \div 12$$

* When calculating the opening month service commissions, the fund value at the end of the previous month will always be considered as zero (0).

COMMISSION AND BONUS SCHEDULE AND REMUNERATION RULES
AGENT – MANAGING GENERAL AGENTS SECTION

REMUNERATION BY FEES (F-CLASS FUNDS)

Compensation for F-Class funds is in the form of fees that are paid monthly to the Agent. For a given contract, the first payment occurs at the beginning of the month following the first deposit. No commission is credited when the contract is issued or at the following deposits.

The total amount of fees accrued daily is calculated as follows:

$$\frac{\text{Daily closing balance of the funds}}{365} \times \text{Negotiated annual fee rate}$$

If a new fee agreement (negotiated rate) occurs between the client and the Agent in a given month, the previous rate is used until the effective date of the new rate and the latter is used for the remaining days until end of the month.

The amount of fees paid to the Agent is calculated using the portion of the fee rate awarded to him and is equal to 80% of the fee rate negotiated with the client.

The taxes applicable to the fees paid to the Agent:

- Are determined by the province of residence of the client;
- Are withdrawn from the F-Class units of funds held by the client;
- Are paid monthly with the fees;
- Are fully credited to the account of the Agent;
- Must be remitted to governments by the Agent.

The fees and taxes cease to be paid to the Agent upon the termination of his contract.

COMMISSION AND BONUS SCHEDULE AND REMUNERATION RULES
AGENT – MANAGING GENERAL AGENTS SECTION

DIPLOMA RESP

a) Sales commission

The first-year commission paid to the agent varies in accordance with the beneficiary’s age at issue. It corresponds to the percentage of the total annual PAC premium payments. The applicable first-year commission for PAC increases correspond to the same percentages below, but paid on the increase amount only, and based on the beneficiary’s age at the time of the increase.

Beneficiary’s Age at Issue	% of Annual PAC Premium	Beneficiary’s Age at Issue	% of Annual PAC Premium
0	70%	8	17%
1	61%	9	14%
2	52%	10	12%
3	44%	11	10%
4	36%	12	8%
5	28%	13	6%
6	24%	14	4%
7	20%		

**The Company will charge the Agent in the case of surrender or a PAC payment that is stopped, decreased or late within 36 months following the start of the commitment and/or the premium increase, according to the table “Charges when a policy is surrendered” (see [note 2](#) at the end of Appendix B of this Commission and Bonus Schedule).*

b) Additional deposits and grants

The Company will pay 3% of the amounts received. The Agent will be charged if amounts are surrendered within 36 months of the deposit according to the table “Charges when a policy is surrendered” (see [note 2](#) at the end of the Commission and Bonus Schedule).

c) Service commission

A service commission is paid to the Agent starting on the 13th month. It corresponds to 0.10% of the accumulated funds and is payable monthly at the ratio of one twelfth (1/12) of the rate each time.

APPLICATION SUBMITTED ELECTRONICALLY (FUNDSERV)

No compensation is paid directly to the Agent when the application is submitted electronically (FundServ). Otherwise, all other provisions of this Commission Schedule apply.

**COMMISSION AND BONUS SCHEDULE AND REMUNERATION RULES
AGENT – MANAGING GENERAL AGENTS SECTION**

SINGLE PREMIUM ANNUITY (SPA)

SALES COMMISSION	% on the first 100 000\$ (0 to \$100,000)	% on the second 100 000\$ (100,001 to \$200,000)	% on amount in excess of \$200,000
SPA and SPA Enhanced (with smoking status)	3.00%	2.00%	1.50%
SPA Enhanced (with medical condition)	4.00%	3.00%	2.50%
COMMISSION FOR THE CONVERSION OF AN ECOFLEX CONTRACT 5, 10 OR 80 OR ECOFLEX 2000 ISSUED BEFORE MAY 1991 IN:			
SPA and SPA Enhanced (with smoking status)	0.75%	0%	0%
SPA Enhanced (with medical condition)	1.75%	0.75%	0%

COMMISSION AND BONUS SCHEDULE AND REMUNERATION RULES
AGENT – MANAGING GENERAL AGENTS SECTION

The following tables apply to premiums paid as of September 21, 2020
The availability of the funds below depends on the product and on the series in which the sums are invested

FUNDS LINE-UP								
IAG SAVINGS AND RETIREMENT PLAN: CLASSIC SERIES 75/75, 75/100, ECOFLEX 100/100, FOR LIFE AND PRESTIGE								
MY EDUCATION+ (INCLUDING MY EDUCATION+ PREFERENTIAL PRICING)								
FUNDS LINE-UP	SALES COMMISSION				SERVICE COMMISSION ⁽⁵⁾			
	Deferred Sales Charge ⁽¹⁾ (DSC-Client's Sales Charge)	Chargeback (CB-Agent's Charge)		Front-End-Load ⁽⁴⁾ (FEL-No Sales Charge)	Deferred Sales Charge ⁽⁶⁾ (DSC-Client's Sales Charge) Year 2 to 7	Chargeback (CB-Agent's Charge)		Front-End-Load (FEL-No Sales Charge)
		CB 3 years ⁽²⁾	CB 5 years ^{(1) (3)}			CB 3 years Year 2 to 4 ⁽⁷⁾	CB 5 years Year 2 to 7 ⁽⁸⁾	
FOCUS FUNDS								
Focus Prudent	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Focus Moderate	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Focus Balanced	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Focus Growth	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Focus Aggressive	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
SELECTION FUNDS								
Selection Prudent	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350 %	0.800%
Selection Moderate	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350 %	0.800%
Selection Balanced	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350 %	0.800%
Selection Growth	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350 %	0.800%
Selection Aggressive	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350 %	0.800%
INCOME FUNDS								
Money Market (DCA) ⁽⁹⁾	4%	2.5%	4%	Up to 5%	n/a	n/a	n/a	0.800%
Money Market	0%	0.0%	0%	0%	0.250%	0.250%	0.250%	0.250%
Short Term Bonds	4%	2.5%	4%	Up to 5%	0.175%	0.175%	0.175%	0.400%
Bonds	4%	2.5%	4%	Up to 5%	0.175%	0.175%	0.175%	0.400%
Canadian Corporate Bond	4%	2.5%	4%	Up to 5%	0.175%	0.175%	0.175%	0.400%
Core Plus Bond (Wellington Square)	4%	2.5%	4%	Up to 5%	0.175%	0.175%	0.175%	0.400%
Global Fixed Income (PIMCO)	4%	2.5%	4%	Up to 5%	0.175%	0.175%	0.175%	0.400%
SPECIALTY INCOME FUNDS								
Floating Rate Income (Wellington Square)	4%	2.5%	4%	Up to 5%	0.175%	0.175%	0.175%	0.400%
Strategic Corporate Bond	4%	2.5%	4%	Up to 5%	0.175%	0.175%	0.175%	0.400%
Fidelity American High Yield Currency Neutral	4%	2.5%	4%	Up to 5%	0.175%	0.175%	0.175%	0.400%
DIVERSIFIED FUNDS								
Diversified Security	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Diversified	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Diversified Opportunity	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Canadian Balanced (QV)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
SRI Balanced (Inhance)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Diversified Income	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Strategic Income	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Global Diversified (Loomis Sayles)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Global Diversified Fixed Income (Forstrong)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Global Diversified (Forstrong)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Global Diversified Equity (Forstrong)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Fidelity Global Monthly Income	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Global Asset Allocation Security (iAIM)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Global Asset Allocation (iAIM)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Global Asset Allocation Opportunity (iAIM)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
CANADIAN HYBRID FUNDS								
Strategic Equity Income Hybrid 75/25	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Dividend Growth Hybrid 75/25	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Dividend Growth (iAIM) Hybrid 75/25	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Canadian Equity Index Hybrid 75/25	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Fidelity True North [®] Hybrid 75/25	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Canadian Equity Growth Hybrid 75/25	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Fidelity Canadian Opportunities Hybrid 75/25	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Canadian Equity Small Cap (QV) Hybrid 75/25	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
North American Equity Hybrid 75/25	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%

COMMISSION AND BONUS SCHEDULE AND REMUNERATION RULES
AGENT – MANAGING GENERAL AGENTS SECTION

FUNDS LINE-UP								
IAG SAVINGS AND RETIREMENT PLAN: CLASSIC SERIES 75/75, 75/100, ECOFLEX 100/100, FOR LIFE AND PRESTIGE MY EDUCATION+ AND MY EDUCATION+ PREFERENTIAL PRICING								
FUNDS LINE-UP	SALES COMMISSION				SERVICE COMMISSION ⁽⁵⁾			
	Deferred Sales Charge ⁽¹⁾ (DSC-Client's Sales Charge)	Chargeback (CB-Agent's Charge)		Front-End-Load ⁽⁴⁾ (FEL-No Sales Charge)	Deferred Sales Charge ⁽⁶⁾ (DSC-Client's Sales Charge) Year 2 to 7	Chargeback (CB-Agent's Charge)		Front-End-Load (FEL-No Sales Charge)
		CB 3 years ⁽²⁾	CB 5 years ^{(3) (3)}			CB 3 years Year 2 to 4 ⁽⁷⁾	CB 5 years Year 2 to 7 ⁽⁸⁾	
GLOBAL HYBRID FUNDS								
Global Dividend (Dynamique) Hybrid 75/25	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Global Equity Hybrid 75/25	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Global Equity (QV) Hybrid 75/25	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Global Opportunities (Loomis Sayles) Hybrid 75/25	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Global True Conviction Hybrid 75/25	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Fidelity NorthStar® Hybrid 75/25	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
U.S. Equity (Sarbit) Hybrid 75/25	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
CANADIAN EQUITY FUNDS								
Strategic Equity Income	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Dividend Growth	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Dividend Growth (iAIM)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Canadian Equity Index	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Fidelity True North®	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Canadian Equity Growth	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Fidelity Canadian Opportunities	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Canadian Equity Small Cap (QV)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
North American Equity	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
U.S. AND INTERNATIONAL EQUITY FUNDS								
Global Equity Index ACWI (BlackRock)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Global Dividend (Dynamic)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Global Equity	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Global Equity (QV)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Global Opportunities	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Global True Conviction	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Fidelity Global Concentrated Equity	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Fidelity NorthStar®	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
International Equity Index (BlackRock)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
International Equity	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Fidelity European Equity	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
U.S. Equity Index (BlackRock)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Fidelity Insights	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Thematic Innovation	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
American (Dynamic)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
U.S. Equity	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
U.S. Dividend Growth	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%

COMMISSION AND BONUS SCHEDULE AND REMUNERATION RULES
AGENT – MANAGING GENERAL AGENTS SECTION

FUNDS LINE-UP								
IAG SAVINGS AND RETIREMENT PLAN: CLASSIC SERIES 75/75, 75/100, ECOFLEX 100/100, FOR LIFE AND PRESTIGE MY EDUCATION+ AND MY EDUCATION+ PREFERENTIAL PRICING								
FUNDS LINE-UP	SALES COMMISSION				SERVICE COMMISSION ⁽⁵⁾			
	Deferred Sales Charge ⁽¹⁾	Chargeback (CB-Agent's Charge)		Front-End-Load ⁽⁴⁾	Deferred Sales Charge ⁽⁶⁾	Chargeback (CB-Agent's Charge)		Front-End-Load
	(DSC-Client's Sales Charge)	CB 3 years ⁽²⁾	CB 5 years ^{(3) (3)}	(FEL-No Sales Charge)	(DSC-Client's Sales Charge) Year 2 to 7	CB 3 years Year 2 to 4 ⁽⁷⁾	CB 5 years Year 2 to 7 ⁽⁸⁾	(FEL-No Sales Charge)
SPECIALITY FUNDS								
Asian Pacific (Dynamic)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Emerging Markets (Jarislowsky Fraser)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Global Health Care (Renaissance)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Global Infrastructure (Dynamic)	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
Real Estate Income	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
U.S. DAQ Index	4%	2.5%	4%	Up to 5%	0.350%	0.350%	0.350%	0.800%
INDEX FUNDS								
Indexia Prudent	4%	2.5%	4%	Up to 5%	0.2625%	0.2625%	0.2625%	0.600%
Indexia Moderate	4%	2.5%	4%	Up to 5%	0.2625%	0.2625%	0.2625%	0.600%
Indexia Balanced	4%	2.5%	4%	Up to 5%	0.2625%	0.2625%	0.2625%	0.600%
Indexia Growth	4%	2.5%	4%	Up to 5%	0.2625%	0.2625%	0.2625%	0.600%
Indexia Aggressive	4%	2.5%	4%	Up to 5%	0.2625%	0.2625%	0.2625%	0.600%
FORLIFE SERIES – INCOME STAGE								
Maximum guaranteed income FORLIFE	3%	2.0%	3%	Up to 5%	0.200%	0.200%	0.200%	0.400%
Growth and guaranteed income FORLIFE	3%	2.0%	3%	Up to 5%	0.200%	0.200%	0.200%	0.400%

COMMISSION AND BONUS SCHEDULE AND REMUNERATION RULES
AGENT – MANAGING GENERAL AGENTS SECTION

NOTES – INDIVIDUAL SAVINGS AND RETIREMENT

¹ DSC and CB5 modes are not available when a premium is deposited when the annuitant is 80 years of age and over.

² **Charges when a policy is surrendered (agent’s charge) – CB 3 years**

The commission charge is equal to the sales commission multiplied by applicable percentage according to the following table:

Months deposits were in force	Sales commission percentage	Months deposits were in force	Sales commission percentage
1 to 12	100	25	48
13	96	26	44
14	92	27	40
15	88	28	36
16	84	29	32
17	80	30	28
18	76	31	24
19	72	32	20
20	68	33	16
21	64	34	12
22	60	35	8
23	56	36	4
24	52	37 and more	None

³ **Charges when a policy is surrendered (agent’s charge) – CB 5 years**

The commission charge is equal to the sales commission multiplied by applicable percentage according to the following table:

Months deposits were in force	Sales commission percentage	Months deposits were in force	Sales commission percentage
1 to 12	100	37	50
13	98	38	48
14	96	39	46
15	94	40	44
16	92	41	42
17	90	42	40
18	88	43	38
19	86	44	36
20	84	45	34
21	82	46	32
22	80	47	30
23	78	48	28
24	76	49	26
25	74	50	24
26	72	51	22
27	70	52	20
28	68	53	18
29	66	54	16
30	64	55	14
31	62	56	12
32	60	57	10
33	58	58	8
34	56	59	6
35	54	60	4
36	52	61 and more	None

No chargeback is made when a client withdraws an amount not exceeding:

- 10% of market value on funds with chargeback as at December 31 of the year preceding the withdrawal, plus
- 10% of deposits made in chargeback funds during the year the withdrawal was made.

COMMISSION AND BONUS SCHEDULE AND REMUNERATION RULES
AGENT – MANAGING GENERAL AGENTS SECTION

- ⁴ The client can pay up to 5% but the Agent receives 80% of the total compensation.
- ⁵ The service commission on investment funds is payable monthly on deposits in force for more than 12 months for DSC and CB modes (more than one (1) month for FEL mode), except for the service commission on Money Market Fund deposits, which is payable immediately.

The monthly service commission will be calculated as follows:

$$\frac{\text{Fund value at the beginning of the month} + \text{Fund value at the end of the month}}{2} \times \text{Service commission rate} \times \frac{\text{Number of days in the month}^*}{365}$$

The value of the deposit will equal zero (0) if the deposit had not been in force for more than 12 months for DSC and CB modes (more than one (1) month for FEL mode).

*The service commissions are calculated on the last business day of the month. If some days are not included at calculation date, they will be added to the next month.

- ⁶ For deposits made before November 24, 2014 the service commission rate is set as long as units are invested in the funds.
For deposits made on or after November 24, 2014 the service commission rate after year 7 is the FEL commission rate applicable according to the fund.
- ⁷ For the service commission after year 4, the commission rate is the FEL commission rate applicable according to the fund.
- ⁸ For the service commission after year 7, the commission rate is the FEL commission rate applicable according to the fund.
- ⁹ A chargeback will be made to the representative if the client withdraws the funds invested in the Money Market (DCA) fund before the funds are transferred into a DSC or Chargeback fund.