

**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.
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