Response: Dec-29-2010 11:09:23 AM EST

FirmName:	Your Mortgage Connection	**Lender Name:**	FirstLine Mortgages
Attention:	Tino Brelak	**Lender Reference #:**	110123219
Application Reference #:	JRAI-6080	**Mortgage Insurance Reference #:**	

PREPAYMENT POLICIES

☐ INCREASING AND DECREASING THE AMOUNT OF YOUR PAYMENTS

Once in each mortgage year, you may increase the amount of your regular payment to any amount, without paying a prepayment charge, as long as the amortization period of the mortgage is not reduced to less than five years.

Once in each mortgage year, you may also decrease the amount of your principal and interest payment as long as the resulting amortization period is not greater than the remaining time left in the original amortization period.

These privileges are non-cumulative. This means that you cannot carry forward unused allowable increases or decreases in payments to future years.

RATE ADJUSTMENT POLICIES

☐ This mortgage has a floating rate which is adjusted whenever the CIBC Prime Rate changes. The annual interest rate charged is equal to CIBC Prime Rate minus 0.75 % for the term. The principal and interest payment is re-calculated every time the CIBC Prime Rate changes based on the current mortgage rate and the remaining amortization period of the mortgage.

The initial principal and interest payment will be set 7 days before the mortgage advance date, based on the CIBC Prime Rate on that day, minus 0.75 % a year.

No payment amount will be registered because payments will vary with the interest rate.

	Date:	Initials: