

Fund Setup Sheet

for Distributor Head Offices - Investment Fund Operations

Belco Private Capital Inc.

Fundserv Management Company Code: **BEL**

Equityline Mortgage Investment Corporation

This Fund Setup Sheet provides important information regarding the fund(s) and their attributes required by dealer head offices to complete various internal system setups and commence transaction placement via the Fundserv Network.

Fund Codes & Details

Product Inception Date: June 2020

BEL Fund Code	Fund Name	Load Type*	Currency
203	Equityline Mortgage Investment Corporation Series B Preferred Shares	MFE	CAD
205	Equityline Mortgage Investment Corporation Series F Preferred Shares	NL	CAD
207	Equityline Mortgage Investment Corporation Series I Preferred Shares	NL	CAD

* **MFE** = Manufacturer Front End **NL** = No Load (also used for Fee Based class funds)

General

Fundserv Member:	Yes	Bare Trustee Custodial Agreement:	IIROC Signed
Fundserv myserv Dealer Account Inquiry:	Yes	Trailer Fee:	n/a
Product Type:	Mutual Fund	DSC & LSC Commission:	n/a
Tax Structure:	Corporate	Management Fee:	1.00 %
Classification:	Alternative Strategies	Performance Fee:	n/a
Offering Document Type:	Offering Memorandum	Prices via Fundata:	No (\$10/share for Series B, F, and I)

* For complete fund details please download an FD (Fund Setup) File from Fundserv, or go to [Fundserv Services Web → Utilities → Fund List](https://www.fundserv.com/industry-resources/fund-profiles) or <https://www.fundserv.com/industry-resources/fund-profiles>

Transaction Details

Purchases

Pricing Frequency:	Weekly - Each Thursday	Client Name RSP Offered:	No
Cut-off Time:	4:00pm ET	Minimum Initial Purchase:	\$5,000 (Series B and F) \$25,000 (Series I)
*Custom Cut-off Date:	n/a	Minimum Subsequent Purchase:	n/a
*Custom Price Date:	n/a	Pre-Authorized Chequing (PAC) Plans:	No
Settlement Date:	T+2	PAC Minimums:	n/a
Manufacturer's Front-End Commission:	7% on Series B	Management Fee Rebates (MFR):	No
Provincial Eligibility:	All Provinces & Territories	Distribution Option:	In-Cash <u>only</u>
Offshore Investors Eligible:	No	Distribution Frequency:	Monthly
US Investors Eligible:	No	Tax Slip Type Issued:	T5
Registered Plan & TFSA Eligibility:	Yes	Subscription Agreement Required:	Yes (see below)

Purchase Conditions:

- Dealers/Advisors **are required** for all **initial purchases** to deliver a **copy** of the completed Subscription Agreement **three business days prior to the date the order is placed** to **Equityline Mortgage Investment Corporation** via:
 - Email to info@EquityLineMic.com
- Original** documents are **not required** by the Manager, and should be **retained by the dealer**.

Redemptions

Pricing Frequency:	Monthly - last business day	Settlement Date:	T+20
Cut-off Time:	4:00pm ET	Systematic Withdrawal Plans (SWP):	No
*Custom Cut-off Date:	T-30 Calendar Days	Early Redemption Fees (ERF):	Series B and I only – See ERF Schedules below
*Custom Price Date:	n/a	DSC Rate & Duration:	n/a

Redemption Conditions:

- Series B Preferred Share redemptions are limited to the greater of \$500,000 and 3% of the total capital of the issued and outstanding Series B Preferred Shares (Redemption Limit) determined at the beginning of such calendar month.
- Subject to the Series B Preferred Share Redemption Limit, the Series B Preferred Shares may be redeemed by a holder thereof at any time following the date of issuance at the Series B Preferred Share Purchase Price and subject to the following Early Redemption Fee Schedule (ERF Fee):

	Year 1	Year 2	Year 3	Year 4+
ERF Fee	7 %	4 %	2 %	<i>nil</i>

- Series F Preferred Share redemptions are limited to the greater of \$500,000 and 3% of the total capital of the issued and outstanding Series F Preferred Shares (Redemption Limit) determined at the beginning of such calendar month.
- Subject to the Series F Preferred Share Redemption Limit, the Series F Preferred Shares may be redeemed by a holder thereof at any time following the date of issuance at a redemption price per Series F Preferred Share equal to the Series F Preferred Share Purchase Price. Payment for Series F Preferred Shares tendered for redemption prior to the Series F Monthly Redemption Notice Deadline for a month shall be made on the Series F Monthly Redemption Payment Date following the applicable Series F Monthly Redemption Date.
- Series I Preferred Share redemptions are limited to the greater of \$500,000 and 3% of the total capital of the issued and outstanding Series I Preferred Shares (Redemption Limit) determined at the beginning of such calendar month.
- Subject to the Series I Preferred Share Redemption Limit, the Series I Preferred Shares may be redeemed by a holder thereof at any time following the date of issuance at the Series I Preferred Share Purchase Price and subject to the following Early Redemption Fee Schedule (ERF Fee):

	Year 1	Year 2+
ERF Fee	1%	<i>nil</i>

Transactions Allowed

Buy:	Yes	External Transfer:	Yes
Commission Rebate:	n/a	In Cash Transfer (ICT):	n/a
Switch:	n/a	Error Correction (AOT/REV):	n/a
Sell:	Yes	LSIF Rollover:	n/a
Fee:	No	Segregated Fund Reset:	n/a
Internal Transfer:	Yes	Segregated Fund Maturity:	n/a

Additional Information

Investment Objective

- The investment objective of the Corporation is, with a focus on capital preservation, to acquire and maintain a Portfolio consisting primarily of (i) Non-Conventional Mortgages and (ii) Alt-A Mortgages that generate attractive returns relative to their risk in order to permit the Corporation to pay distributions to its Shareholders. However, there is no assurance that the Corporation will be able to declare any dividends in any period or at all.

Distributions

- Holders of the Series Preferred Shares shall be entitled to receive, and the Corporation shall pay thereon, if, as and when declared by the Board, out of moneys of the Corporation properly applicable to the payment of dividends, fixed, cumulative, preferential monthly cash dividends in an amount equal to an annual rate of 8% (8.5% for Series F Preferred Shares) based on the purchase price of the Series Preferred Shares, payable, with respect to each Series Preferred Share Dividend Period, on the 15th day of each of the months of each year (the Dividend Payment Date) in respect of such Series Preferred Share Dividend Period. Dividends shall accrue daily from and including the date of issue of such shares.

Management Fee

- For acting as manager of the Corporation, the Manager receives from the Corporation a management fee equal to 1% per annum of the Aggregate Funded and Committed Assets of the Corporation, calculated daily, aggregated and paid monthly in arrears, plus applicable taxes.

Contact Information

Fund Company

Company Name:	Belco Private Capital Inc.
Head Office Address:	40 Eglinton Avenue East, Suite 301, Toronto, ON, M4P 3A2
Phone:	519-504-3282
Website:	www.belcopc.com
Email:	inquiries@belcopc.com

Issuer

Company Name:	Equityline Mortgage Investment Corporation	Sales & Marketing Contact:	Equityline Financial Corp.
Head Office Address:	550 Highway 7 Ave E., Suite 338, Richmond Hill, ON, L4B 3Z4	Email:	Sergiv@EquityLineMic.com
Phone:	1-888-269-1988 or 416-999-3993		
Fax:	416-999-3336		
Website:	www.EquityLineMic.com		
Email:	info@EquityLineMic.com		

Back Office Administrator

Company Name:	SGGG Fund Services Inc.	Phone (Account Inquiry):	416-967-0038 x1 or 1-888-967-0038
Head Office Address:	121 King Street West, Suite 300, Toronto, ON, M5H 3T9	General Processing Fax:	416-967-1969
Website:	www.sgggFSI.com	Dealer Services:	AdminServices@sgggFSI.com