

Form 16

APPLICATION FOR OPTIONAL MORTGAGE COVENANT

Land Titles Act, S.N.B. 1981, c.L-1.1, s.25

Applicant: Paradigm Quest Inc.
c/o Cox & Palmer
Suite 400, Phoenix Square
371 Queen Street
Fredericton, N.B.
E3B 1B1

Optional Mortgage
Covenant: See attached Mortgage Covenants and Conditions

The Applicant applies for the assignment of a number to the specified optional mortgage covenant.

Date: July 31, 2020

Applicant: Paradigm Quest Inc.

By its agent

for 

Per: Deborah M. Power

Number assigned to the specified optional mortgage covenant: COXPAL-4058

Deputy Registrar General of Land Titles

Schedule to Charge/Mortgage

Unless otherwise defined in this Schedule, terms used in this Schedule have the same meanings as given to those terms in the mortgage.

The mortgage is subject to the following terms and conditions, which terms and conditions are in addition to and/or modify, as applicable, the terms and conditions of the mortgage.

Prepayment in Full

You may prepay the mortgage in full only upon payment of the amount set out in the mortgage plus an amount equal to 0.75% (the "Additional Prepayment Charge") of the total amount prepaid if the prepayment occurs within the first year of the interest adjustment date. On each anniversary date of the interest adjustment date, the Additional Prepayment Charge will be reduced by 0.15%. See the Additional Prepayment Charge chart below.

For example: If you prepay \$100,000, being all of the outstanding loan amount, before the first anniversary date, in addition to any other penalties or fees, you must also pay \$750 ($\$100,000 \times 0.0075$).

Partial Prepayment

In addition to any other charges or fees that may be due when you prepay a portion, but not all of the loan amount in excess of your prepayment privileges, you must also pay the Additional Prepayment Charge on the amount paid in excess of your prepayment privilege. On each anniversary date of the interest adjustment date, the Additional Prepayment Charge will be reduced by 0.15%. See the Additional Prepayment Charge chart below.

For example: If you make a partial prepayment after the first anniversary date and before the second anniversary date of the interest adjustment date:

Prepayment made: \$50,000
Prepayment Privilege available: \$40,000
Excess amount: \$10,000

In addition to any other penalties or fees, you must also pay \$60 ($\$10,000 \times 0.0060$).

Additional Prepayment Charge chart

Date of Prepayment	Additional Prepayment Charge
Before the first anniversary of the interest adjustment date	0.75%
After the first anniversary and before the second anniversary of the interest adjustment date	0.60%
After the second anniversary and before the third anniversary of the interest adjustment date	0.45%
After the third anniversary and before the fourth anniversary of the interest adjustment date	0.30%
After the fourth anniversary and before the fifth anniversary of the interest adjustment date	0.15%