

**ALBERTA BREEDER FINANCE INC.  
STATEMENT OF DISCLOSURE UNDER THE CONSUMER PROTECTION ACT  
(FLOATING RATE PROMISSORY NOTE)**

Date: \_\_\_\_\_  
(insert date on which this Statement of Disclosure is made)

Credit Grantor: Alberta Breeder Finance Inc.  
PO Box 4638  
Barrhead, AB. T7N 1A5

Borrower(s): \_\_\_\_\_  
(name)  
\_\_\_\_\_  
(address)

Re: Promissory Note dated \_\_\_\_\_ for the principal sum of \$ \_\_\_\_\_ (the "Promissory Note")

1. This Statement of Disclosure is provided in accordance with the *Consumer Protection Act* (Alberta) with respect to livestock ("Livestock") which the above-named Credit Grantor (hereinafter referred to as "Breeder Finance") may supply to the above-named Borrower (hereinafter referred to as the "Livestock Producer"), and amounts payable pursuant to a Breeder Finance Program Agreement between Breeder Finance and the Livestock Producer, which also creates a security interest in the Livestock in favour of Breeder Finance.

2. The effective date of credit is \_\_\_\_\_ being the date of the above Promissory Note granted by the Livestock Producer to Breeder Finance pursuant to Breeder Finance Program Agreement. Interest will begin to accrue from this date. There will be no grace period.

3. The principal balance to be paid by the Livestock Producer will be \$ \_\_\_\_\_.

4. The principal balance will be payable in full with interest on \_\_\_\_\_ (insert "Due Date" in Promissory Note). The term of the credit will commence as of the date of the Promissory Note and will end on the Due Date. The principal balance may include administration charges, insurance or other charges. If so, these charges are as follows:

Administration Charges:	\$ _____
Insurance:	\$ _____ N/A _____
Other Charges:	\$ _____

5. The interest rate is equivalent to the prime rate per annum published, charged and declared by \_\_\_\_\_ [insert name of financial institution] \_\_\_\_\_ [insert "plus" and any additional rate, minus and any lesser rate, or zero], from time to time compounded monthly. The annual percentage rate (as defined in the *Consumer Protection Act*) is \_\_\_\_\_ % as of the date of the proposed date of the Promissory Note. This interest rate will vary in accordance with the "Prime Rate" referred to above. [Note: As interest compounds monthly, the effective annual rate must be shown.]

6. If there is no variation in the interest rate referred to above after the date of the Promissory Note and if payment is made in full on the Due Date referred to in the Promissory Note, the total amount payable by the Livestock Producer will be as follows:

Principal Amount:	\$ _____
Total Cost of Credit:	\$ _____
TOTAL	\$ _____

7. In the event of default, the Livestock Producer will be liable to pay Breeder Finance's costs, including legal costs on a solicitor and client basis with respect to the enforcement of the Promissory Note and Breeder Finance Program Agreement.

8. The Livestock Producer is entitled to make partial payments or prepay the entire outstanding balance at any time without penalty.

ALBERTA BREEDER FINANCE INC.

\_\_\_\_\_  
Signature, printed name and title of authorized representative of  
Breeder Finance

The Livestock Producer acknowledges receipt of a true copy of this statement this \_\_\_\_ day of \_\_\_\_\_, 20 \_\_\_\_.

**LIVESTOCK PRODUCER**

\_\_\_\_\_  
Signature and printed name of Witness

Per: \_\_\_\_\_  
Signature and printed name of Livestock Producer

\_\_\_\_\_  
Signature and printed name of Witness

Per: \_\_\_\_\_  
Signature and printed name of Livestock Producer