

TABLE 1 - FORMULA FOR CALCULATION OF SALE CONSIDERATION

Formula

$$\left(\frac{\text{redemption}}{\left(1 + \frac{\text{yld}}{\text{frequency}}\right)^{\left(N - 1 + \frac{\text{DSC}}{E}\right)}} \right) + \left(\sum_{k=1}^N \frac{100 \times \frac{\text{rate}}{\text{frequency}}}{\left(1 + \frac{\text{yld}}{\text{frequency}}\right)^{\left(k - 1 + \frac{\text{DSC}}{E}\right)}} \right) - \left(100 \times \frac{\text{rate}}{\text{frequency}} \times \frac{A}{E} \right)$$

Where:

DSC = number of days from settlement to next coupon date

E = number of days in coupon period in which the settlement date falls

N = number of coupons payable between settlement date and redemption date

A = number of days from beginning of coupon period to settlement date