

Investing in FarmWorks Eighth Offer

FarmWorks lends capital to a broad portfolio of food-related businesses that support the economy of Nova Scotia. Investments provide shareholders with Provincial Tax Credits and additional Federal Tax Deferral for RRSPs. Thank you for investing in FarmWorks Community Economic Development Investment Fund (CEDIF) and please contact Linda Best at 902-542-3442, lbest@ns.sympatico.ca with any questions.

Please review on the website <https://farmworks.ca/about/investment/> the Offering Document, the Interim Financial Statements, the 2017 year-end Financial Statements and the Accountant's Consent Letter. The website also includes a FarmWorks brochure that describes investing and lending procedures, a presentation about FarmWorks, a video describing FarmWorks work with clients, and the Subscription form.

Please complete the Subscription Form and mail with your cheque made out to Valley Credit Union ITF (in trust for) FarmWorks to FarmWorks, 70 Eden Row, Greenwich, NS, B4P 2R2. If you are transferring funds from an existing Registered Retirement Savings Plan (RRSP) or setting up a new RRSP please contact Linda Best for forms and information.

The Shares being offered:

- The price per share is \$100 and the minimum share purchase under this Offering is: 1 share for \$100.00.
- The minimum number of Shares offered is 500 and the total proceeds if minimum sold is \$50,000. The maximum number of Shares offered is 20,000 and the total proceeds if maximum sold is \$2,000,000.
- The offering price was established arbitrarily by the Issuer.
- The Issuer will distribute securities until March 1st, 2019.
- Shares are fully paid, newly issued voting common shares that are non-retractable, non-redeemable for 5 years, non-convertible and not restricted in profit sharing or participation upon dissolution.
- Investments may be eligible for a 35% Nova Scotia non-refundable Equity Tax Credit (may be carried forwards 7 years and backward 3 years) and for RRSP tax deferral.
- Investments are eligible for further Equity Tax Credits of 20% and 10% at the 5 and 10 year investment anniversaries, respectively, if the CEDIF meets certain conditions.

RRSPs

- Investors may transfer RRSPs (unless locked-in) from other financial institutions into Canadian Workers Co-operative Limited (CWCF) which administers self-directed RRSPs for FarmWorks. Transferred RRSPs gain 35%, 20% and 10% Provincial Tax Credits when held for 5, 10 and 15 years. RRSPs are not otherwise eligible for Provincial Tax Credits.
- New investments in RRSPs through CWCF gain the above credits and Federal tax deferral based on the contributor's tax bracket. <https://www.canada.ca/content/dam/cra-arc/formspubs/pub/t4040/t4040-17e.pdf>
- Note that when an RRSP is converted to a Retirement Income Fund (RIF) the annual amounts that must be withdrawal (i.e. 5.28% at age 71) are taxed but the taxes payable can be offset by purchasing non-RRSP Shares in FarmWorks.
- CWCF administers RRSPs for FarmWorks Shareholders for a single annual fee of \$65 per shareholder regardless of the amount held. Other financial organizations may charge ~\$100 a year to manage an RRSP and additional annual fees averaging 2.3% may be charged by fund managers.

Thank you for investing in Nova Scotia.