

Minister's Message



Manitobans have a strong tradition of purchasing Hydro Bonds and Builder Bonds as a way of investing in their future and the future of our province. This year's Hydro Bonds are on sale from May 24 to June 7.

I invite you to invest in Hydro Bonds for three very important reasons. First, the province guarantees your investment. Second, you are guaranteed to receive a competitive rate of interest. Third, the money you invest in Hydro Bonds is guaranteed to stay right here in the province powering a bright future and moving Manitoba forward.

Hydro Bonds are eligible for your self-directed RRSP, TFSA or RESP to help you save for your retirement and your children's education.

Since 1989 more than \$5.5 billion of bonds have been sold and over \$1 billion of interest has been paid to Manitoba investors.

When you make your purchase, I can assure you of one thing. Not only will you be buying a bond. You'll be building our province.

Honourable Rosann Wowchuk
Minister of Finance

For Your Information

MATURITY: Manitoba Hydro Bonds Series 11 Five-Year Floating Rate and Five-Year Fixed Rate Bond mature June 15, 2016. The Three-Year Fixed Rate Bond will mature June 15, 2014.

INTEREST RATE: The Minister of Finance will announce the interest rate on or before May 20, 2011.

REDEMPTION: Floating Rate Manitoba Builder Bonds Series 10, 11 and 12 and Hydro Bonds Series 10 may be redeemed without penalty for their full principal amount plus interest annually during the redemption periods by providing written notice to the registrar or by telephoning the registrar at 1-888-262-4168. Floating Rate Bonds are redeemable as described under Section 10 of the terms and conditions "Redemption Prior to Maturity." **The Fixed Rate Bonds are NOT REDEEMABLE prior to maturity.**

COMPETITIVE RATES: The Floating Rate Bond may be adjusted annually to reflect the current market conditions. The Fixed Rate Bonds will reflect current market conditions at the time of issue.

ANNUAL OR COMPOUND INTEREST: The Five-Year Floating Rate Bond is available with interest paid annually. The Three-Year Fixed Rate Bond will pay annual interest. The Five-Year Fixed Rate Bond will pay annual or compound interest over the term. Annual interest will be paid on June 15 of each year prior to and including maturity, commencing June 15, 2012. Compound Interest will be paid on maturity (Five-Year Fixed Rate Bond only). **Interest and Redemption will be paid by direct deposit.**

FULLY REGISTERED: Hydro Bonds Series 11 will be in fully-registered, book-based form only, and registered holders of the Bonds **will not receive Bonds in certificate form.**

TRANSFERABILITY: Hydro Bonds Series 11 are fully-transferable to any eligible purchaser.

SALES AGENTS: Hydro Bonds Series 11 are available from participating banks, credit unions, caisses populaires, trust companies and investment dealers.

SELLING PERIOD: The selling period for Hydro Bonds Series 11 will be from May 24 to June 7. However, the Minister of Finance may terminate the sales period upon 24 hours notice.

HOLDERS OF MATURING BONDS: Manitoba Hydro Series 9 Five-year Fixed and Five-year Floating Rate Bonds and Builder Bonds Series 10 Three-year Fixed Rate bond matures June 15, 2011. All maturities will be deposited by direct deposit.

HOLDERS OF FLOATING RATE BONDS: The Minister of Finance will announce the rates for all outstanding Floating Rate Bonds on or about May 20, 2011.

MANITOBA HYDRO BONDS

POWERING A
BRIGHT FUTURE.
GUARANTEED.

ON SALE MAY 24 TO JUNE 7



Investing in Manitoba for Manitobans

Manitoba Hydro Bonds are available exclusively for Manitobans. They may be purchased by:

- **Individuals** residing in Manitoba
- **Self-directed plans** as follows:
 - Registered Education Savings Plans
 - Registered Retirement Savings Plans
 - Registered Retirement Income Funds
 - Tax-Free Savings Accounts
 - Deferred Profit Sharing Plans
 - Employee Benefit Plans and Registered Pension Plans, provided the beneficiary is an individual residing in Manitoba
- **Corporations, societies, non-profit organizations** or other organizations having permanent establishments in Manitoba
- **Estates and Trusts** where the legal representative and the majority of beneficiaries are Manitoba residents and have permanent establishments in Manitoba

MANITOBA HYDRO BONDS

Offering three great ways to save. GUARANTEED.

HYDRO BONDS SERIES 11 are fully-guaranteed by the Province of Manitoba and provide you with three great ways to invest in our province and save for the future. Ask your financial adviser which bond is best for you.

1

**FIVE-YEAR
ANNUAL
FLOATING RATE
BOND**

with an annual adjustable rate which pays interest annually and is redeemable annually.

2

**THREE-YEAR
FIXED
RATE
BOND**

offering a fixed rate of return which pays interest annually.

3

**FIVE-YEAR
FIXED
RATE
BOND**

offering a fixed rate of return which pays either annual or compound interest.

HYDRO BONDS ARE AVAILABLE FOR AS LITTLE AS \$100.00.

ON SALE MAY 24 TO JUNE 7 at participating banks, credit unions, caisses populaires, trust companies and investment dealers throughout Manitoba.

For more information, please call

1-800-565-0350.