

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

### NOTE 14 DEBENTURES AND DEBT INSTRUMENTS

DECEMBER 31	2014		2013	
	CARRYING VALUE	FAIR VALUE	CARRYING VALUE	FAIR VALUE
<b>DEBT INSTRUMENTS</b>				
<b>GREAT-WEST LIFECO INC.</b>				
Commercial paper and other short-term debt instruments with interest rates from 0.21% to 0.22% (0.24% to 0.33% in 2013)	114	114	105	105
Revolving credit facility with interest equal to LIBOR rate plus 0.75% or U.S. prime rate loan (US\$355 million; US\$450 million at December 31, 2013), unsecured	412	412	477	477
2.3% mortgage payable (€50 million), matures June 30, 2015	70	70	75	75
Term note due October 18, 2015, bearing an interest rate of LIBOR rate plus 0.75%, (US\$304 million) – repaid in full on December 22, 2014, unsecured	–	–	322	322
Notes payable with interest rate of 8.0% due May 6, 2014, unsecured	–	–	1	1
<b>TOTAL DEBT INSTRUMENTS</b>	<b>596</b>	<b>596</b>	<b>980</b>	<b>980</b>
<b>DEBENTURES</b>				
<b>POWER FINANCIAL CORPORATION</b>				
6.90% debentures, due March 11, 2033, unsecured	250	335	250	304
<b>GREAT-WEST LIFECO INC.</b>				
5.25% subordinated debentures due February 8, 2017, including associated fixed to floating swap (€200 million), unsecured	298	313	317	321
6.14% debentures due March 21, 2018, unsecured	200	226	199	227
4.65% debentures due August 13, 2020, unsecured	498	557	498	539
2.50% debentures due April 18, 2023, (€500 million) unsecured	695	773	729	713
6.40% subordinated debentures due December 11, 2028, unsecured	100	129	100	117
6.74% debentures due November 24, 2031, unsecured	192	268	192	246
6.67% debentures due March 21, 2033, unsecured	391	536	391	493
6.625% deferrable debentures due November 15, 2034, (US\$175 million) unsecured	200	230	182	184
5.998% debentures due November 16, 2039, unsecured	342	450	342	405
Subordinated debentures due May 16, 2046, bearing an interest rate of 7.153% until May 16, 2016 and, thereafter, a rate of 2.538% plus the 3-month LIBOR rate, (US\$300 million) unsecured	348	354	317	328
Subordinated debentures due June 21, 2067, bearing an interest rate of 5.691% until June 21, 2017 and, thereafter, at a rate equal to the Canadian 90-day bankers' acceptance rate plus 1.49%, unsecured	997	1,087	996	1,097
Subordinated debentures due June 26, 2068, bearing an interest rate of 7.127% until June 26, 2018 and, thereafter, at a rate equal to the Canadian 90-day bankers' acceptance rate plus 3.78%, unsecured	498	583	497	583
<b>IGM FINANCIAL INC.</b>				
6.58% debentures 2003 Series, due March 7, 2018, unsecured	150	171	150	172
7.35% debentures 2009 Series, due April 8, 2019, unsecured	375	450	375	450
6.65% debentures 1997 Series, due December 13, 2027, unsecured	125	160	125	146
7.45% debentures 2001 Series, due May 9, 2031, unsecured	150	208	150	189
7.00% debentures 2002 Series, due December 31, 2032, unsecured	175	236	175	213
7.11% debentures 2003 Series, due March 7, 2033, unsecured	150	205	150	185
6.00% debentures 2010 Series, due December 10, 2040, unsecured	200	252	200	223
Debentures held by Lifeco as investments	(43)	(54)	(40)	(49)
<b>TOTAL DEBENTURES</b>	<b>6,291</b>	<b>7,469</b>	<b>6,295</b>	<b>7,086</b>
	<b>6,887</b>	<b>8,065</b>	<b>7,275</b>	<b>8,066</b>

On April 18, 2013 Lifeco issued €500 million of 10-year, 2.50% senior euro bonds in connection with the acquisition of Irish Life.