

**Erickson Credit Union Limited**  
**Summary Financial Statements**  
*For the year ended December 31, 2015*

## Independent Auditors' Report

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To the Members of Erickson Credit Union Limited:

The accompanying summary financial statements of Erickson Credit Union Limited, which comprise the summary statement of financial position as at December 31, 2015, and the summary income statement, and summary statements of changes in members equity and cash flows for the year then ended are derived from the audited financial statements of Erickson Credit Union Limited for the year ended December 31, 2015. We expressed an unmodified audit opinion on those financial statements in our report dated March 8, 2016.

The summary statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of Erickson Credit Union Limited.

### *Management's Responsibility for the Summary Financial Statements*

Management is responsible for the preparation and fair presentation of these summary financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of summary financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditors' Responsibility*

Our responsibility is to express an opinion on these summary financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, "*Engagements to Report on Summary Financial Statements*."

### *Opinion*

In our opinion, these summary financial statements, derived from the audited financial statements of Erickson Credit Union Limited for the year ended December 31, 2015 are a fair summary of those financial statements.

### *Report on Other Legal and Regulatory Requirements*

As at December 31, 2015, the Credit Union met the capital and liquidity reserve requirements established by Sections 15, 21, and 21(1) of the Regulations to the Credit Unions and Caisses Populaires Act of Manitoba.

Readers of the summary financial statements are advised that in order to appropriately interpret the Credit Union's capital and liquidity reserve requirements, the reader must refer to the audited financial statements and notes for the year ended December 31, 2015.

Brandon, Manitoba

March 8, 2016

*MNP* LLP

Chartered Professional Accountants

**Erickson Credit Union Limited**  
**Summary Statement of Financial Position**

*As at December 31, 2015*

	<b>2015</b>	<b>2014</b>
<b>Assets</b>		
Cash and cash equivalents	<b>976,298</b>	3,114,439
Accounts receivable	<b>891</b>	10,969
Investments and accrued interest	<b>7,363,021</b>	7,198,638
Members' loans receivable and accrued interest	<b>36,473,055</b>	34,555,082
Current tax receivable	<b>794</b>	879
Prepaid expenses	<b>16,719</b>	18,822
Property and equipment	<b>689,966</b>	722,231
	<b>45,520,744</b>	45,621,060
<b>Liabilities</b>		
Member deposits and accrued interest	<b>41,935,121</b>	41,700,256
Accounts payable	<b>105,798</b>	479,253
Deferred tax	<b>9,000</b>	13,000
	<b>42,049,919</b>	42,192,509
<b>Members' equity</b>		
Member shares	<b>367,254</b>	512,721
Retained earnings	<b>3,103,571</b>	2,915,830
	<b>3,470,825</b>	3,428,551
	<b>45,520,744</b>	45,621,060

Approved on behalf of the board

Signed "Greg Holden"  
Director

Signed "Kerrie Butler"  
Director

**Erickson Credit Union Limited**  
**Summary Income Statement**  
*For the year ended December 31, 2015*

	2015	2014
<b>Interest income</b>		
Member loans	1,480,124	1,479,365
Investments	207,603	237,236
	<b>1,687,727</b>	1,716,601
<b>Interest expense</b>		
Cost of funds	614,695	601,382
Borrowed money	490	6,905
	<b>615,185</b>	608,287
<b>Gross financial margin</b>	<b>1,072,542</b>	1,108,314
<b>Operating expenses</b>		
Administration	285,930	283,792
Amortization	67,015	69,713
Member security	43,051	49,600
Occupancy	87,452	97,048
Organizational	49,825	49,804
Personnel	561,969	582,656
	<b>1,095,242</b>	1,132,613
<b>Net operating expenses</b>	<b>(22,700)</b>	(24,299)
<b>Other income</b>	<b>261,670</b>	237,487
<b>Income before provision for impaired loans and income taxes</b>	<b>238,970</b>	213,188
<b>Provision for impaired loans</b>	<b>27,168</b>	732
<b>Income before income taxes</b>	<b>211,802</b>	212,456
<b>Provision for (recovery of) income taxes</b>		
Current	28,061	26,257
Deferred tax	(4,000)	(3,000)
	<b>24,061</b>	23,257
<b>Net income</b>	<b>187,741</b>	189,199

**Erickson Credit Union Limited**  
**Summary Statement of Changes in Equity**  
*For the year ended December 31, 2015*

	<i>Member shares</i>	<i>Retained earnings</i>	<i>Total equity</i>
<b>Balance December 31, 2013</b>	<b>574,286</b>	<b>2,726,631</b>	<b>3,300,917</b>
Net income		<b>189,199</b>	<b>189,199</b>
Issuance of member shares	<b>11,273</b>	-	<b>11,273</b>
Redemption of member shares	<b>(72,838)</b>	-	<b>(72,838)</b>
<b>Balance December 31, 2014</b>	<b>512,721</b>	<b>2,915,830</b>	<b>3,428,551</b>
Net income		<b>187,741</b>	<b>187,741</b>
Issuance of member shares	<b>35,643</b>	-	<b>35,643</b>
Redemption of member shares	<b>(181,110)</b>	-	<b>(181,110)</b>
<b>Balance December 31, 2015</b>	<b>367,254</b>	<b>3,103,571</b>	<b>3,470,825</b>

**Erickson Credit Union Limited**  
**Summary Statement of Cash Flows**  
*For the year ended December 31, 2015*

	2015	2014
<b>Cash provided by (used for) the following activities</b>		
<b>Operating activities</b>		
Interest received from members' loans	1,420,984	1,472,678
Interest and dividends received from investments	205,400	240,451
Other income received	261,670	240,148
Payments to suppliers and employees	(1,389,499)	(764,428)
Interest paid to members	(580,246)	(606,442)
Interest paid on borrowed money	(490)	(6,905)
Income taxes paid	(27,976)	(31,516)
	(110,157)	543,986
<b>Financing activities</b>		
Net change in member deposits	200,416	191,866
Issuance of member shares	35,643	11,273
Redemption of member shares	(181,110)	(72,838)
	54,949	130,301
<b>Investing activities</b>		
Net change in members' loans receivable	(1,886,002)	(2,929,671)
Net purchases of investments	(162,180)	-
Proceeds on disposal of investments	-	1,288,535
Purchases of property and equipment	(34,751)	(6,394)
	(2,082,933)	(1,647,530)
<b>Decrease in cash and cash equivalents</b>	<b>(2,138,141)</b>	<b>(973,243)</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>3,114,439</b>	<b>4,087,682</b>
<b>Cash and cash equivalents, end of year</b>	<b>976,298</b>	<b>3,114,439</b>