

Erickson Credit Union Limited
Summary Financial Statements
For the year ended December 31, 2016

Independent Auditors' Report

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, 2016, 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, 2016. We expressed an unmodified audit opinion on those financial statements in our report dated March 16, 2017.

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, 2016 are a fair summary of those financial statements.

Report on Other Legal and Regulatory Requirements

As at December 31, 2016, 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, 2016.

Brandon, Manitoba

March 16, 2017

MNP LLP

Chartered Professional Accountants

Erickson Credit Union Limited
Summary Statement of Financial Position

As at December 31, 2016

	2016	2015
Assets		
Cash and cash equivalents	4,751,394	976,298
Accounts receivable	508	891
Investments and accrued interest	8,566,381	7,363,021
Members' loans receivable and accrued interest	34,747,733	36,473,055
Current tax receivable	8,603	794
Prepaid expenses	15,573	16,719
Property and equipment	637,932	689,966
	48,728,124	45,520,744
Liabilities		
Member deposits and accrued interest	44,890,266	41,935,121
Accounts payable	159,121	105,798
Deferred tax	7,000	9,000
	45,056,387	42,049,919
Members' equity		
Member shares	352,261	367,254
Retained earnings	3,319,476	3,103,571
	3,671,737	3,470,825
	48,728,124	45,520,744

Approved on behalf of the board

Signed "Kerrie Butler"
 Director

Signed "Allan Hall"
 Director

Erickson Credit Union Limited
Summary Income Statement
For the year ended December 31, 2016

	2016	2015
Interest income		
Member loans	1,482,429	1,480,124
Investments	208,860	207,603
	1,691,289	1,687,727
Interest expense		
Cost of funds	599,261	614,695
Borrowed money	84	490
	599,345	615,185
Gross financial margin	1,091,944	1,072,542
Operating expenses		
Administration	279,332	285,930
Amortization	66,896	67,015
Member security	44,605	43,051
Occupancy	86,663	87,452
Organizational	68,817	49,825
Personnel	552,174	561,969
	1,098,487	1,095,242
Net operating expenses	(6,543)	(22,700)
Other income	242,810	261,670
Income before provision for impaired loans and income taxes	236,267	238,970
Provision for impaired loans	807	27,168
Income before income taxes	235,460	211,802
Provision for (recovery of) income taxes		
Current	21,555	28,061
Deferred tax	(2,000)	(4,000)
	19,555	24,061
Net income	215,905	187,741

Erickson Credit Union Limited
Summary Statement of Changes in Equity
For the year ended December 31, 2016

	<i>Member shares</i>	<i>Retained earnings</i>	<i>Total equity</i>
Balance December 31, 2014	512,721	2,915,830	3,428,551
Net income		187,741	187,741
Issuance of member shares	35,643	-	35,643
Redemption of member shares	(181,110)	-	(181,110)
Balance December 31, 2015	367,254	3,103,571	3,470,825
Net income		215,905	215,905
Issuance of member shares	13,081	-	13,081
Redemption of member shares	(28,074)	-	(28,074)
Balance December 31, 2016	352,261	3,319,476	3,671,737

Erickson Credit Union Limited Summary Statement of Cash Flows

For the year ended December 31, 2016

	2016	2015
Cash provided by (used for) the following activities		
Operating activities		
Interest received from members' loans	1,544,577	1,420,984
Interest and dividends received from investments	214,380	205,400
Other income received	242,810	261,670
Payments to suppliers and employees	(977,805)	(1,389,499)
Interest paid to members	(594,844)	(580,246)
Interest paid on borrowed money	(84)	(490)
Income taxes paid	(29,364)	(27,976)
	399,670	(110,157)
Financing activities		
Net change in member deposits	2,950,728	200,416
Issuance of member shares	13,081	35,643
Redemption of member shares	(28,074)	(181,110)
	2,935,735	54,949
Investing activities		
Net change in members' loans receivable	1,663,433	(1,886,002)
Net purchases of investments	(1,208,880)	(162,180)
Purchases of property and equipment	(14,862)	(34,751)
	439,691	(2,082,933)
Increase (decrease) in cash and cash equivalents	3,775,096	(2,138,141)
Cash and cash equivalents, beginning of year	976,298	3,114,439
Cash and cash equivalents, end of year	4,751,394	976,298