



TWENTY TWENTY-ONE

# 2021

FINANCIAL  
STATEMENTS

SUMMARY

**Access Credit Union Limited**  
**Summary Consolidated Financial Statements**  
*For the Year Ended December 31, 2021*

## Report of the Independent Auditor on the Summary Consolidated Financial Statements

---

To the Members of Access Credit Union Limited:

### Opinion

The summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at December 31, 2021, and the summary consolidated statements of comprehensive income, changes in members' equity and cash flows for the year then ended, and related notes, are derived from the audited consolidated financial statements of Access Credit Union Limited (the "Credit Union") for the year ended December 31, 2021.

In our opinion, the accompanying summary consolidated financial statements are a fair summary of the audited consolidated financial statements, on the basis described in Note 1 to the summary consolidated financial statements.

### Summary Consolidated Financial Statements

The summary consolidated financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summary consolidated financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited consolidated financial statements and the auditor's report thereon.

### The Audited Consolidated Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited consolidated financial statements in our report dated February 17, 2022.

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


Management is responsible for the preparation of the summary consolidated financial statements on the basis described in Note 1 to the summary consolidated financial statements.

### Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary consolidated financial statements are a fair summary of the audited consolidated financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standards (CAS) 810, Engagements to Report on Summary Financial Statements.

Winnipeg, Manitoba

February 17, 2022



Chartered Professional Accountants

# Access Credit Union Limited

## Summary Consolidated Statement of Financial Position

As at December 31, 2021

	2021	2020
<b>Assets</b>		
Funds on hand and on deposit	756,771,242	160,160,042
Investments	292,190,055	431,499,608
Members' loans	5,098,953,586	2,571,687,815
Other assets	7,363,553	6,460,908
Property and equipment	31,383,527	15,901,419
Investment property	1,828,446	1,881,483
Intangible assets	4,745,414	2,441,673
Investment in associates	2,893,675	2,738,104
Deferred tax assets	-	2,008,000
	<b>6,196,129,498</b>	<b>3,194,779,052</b>
<b>Liabilities</b>		
Members' savings and deposits	5,551,360,956	2,857,134,008
Other liabilities	25,640,440	12,066,725
Income taxes payable	3,467,037	125,545
Securitized borrowing	196,244,579	124,026,254
Deferred tax liabilities	1,519,000	-
Lease liability	828,353	145,324
	<b>5,779,060,365</b>	<b>2,993,497,856</b>
<b>Members' equity</b>		
Members' shares	14,646,220	265,695
Retained surplus	224,520,400	201,015,501
Contributed surplus	177,902,513	-
	<b>417,069,133</b>	<b>201,281,196</b>
	<b>6,196,129,498</b>	<b>3,194,779,052</b>

**Approved on behalf of the Board of Directors**

"Signed by Ingrid Loewen", Director

"Signed by Catherine Burns", Director

# Access Credit Union Limited

## Summary Consolidated Statement of Comprehensive Income

*For the Year Ended December 31, 2021*

	2021	2020
<b>Financial income</b>		
Interest on loans to members	133,454,721	84,144,727
Investment income		
Profit from associates	2,049,071	976,559
Liquidity deposits	13,408,052	7,923,337
Shares and debentures	1,991,258	1,243,107
	<b>150,903,102</b>	<b>94,287,730</b>
<b>Cost of funds</b>	<b>70,427,566</b>	<b>47,429,010</b>
<b>Financial margin</b>	<b>80,475,536</b>	<b>46,858,720</b>
<b>Operating expenses</b>		
Personnel	31,980,077	19,448,784
Administration	12,230,844	9,846,392
Occupancy	7,769,280	4,090,239
Member security	4,978,816	2,406,865
Organizational	2,130,670	1,509,734
<b>Gross operating expenses</b>	<b>59,089,687</b>	<b>37,302,014</b>
<b>Other income</b>	<b>(14,041,526)</b>	<b>(10,841,927)</b>
<b>Income from operations before provision for impaired loans, patronage refund and income taxes</b>	<b>35,427,375</b>	<b>20,398,633</b>
<b>Provision for (recovery of) impaired loans</b>	<b>(1,659,541)</b>	<b>2,974,321</b>
<b>Income before patronage refund and provision for income taxes</b>	<b>37,086,916</b>	<b>17,424,312</b>
<b>Patronage refund</b>	<b>(6,000,000)</b>	<b>(3,200,000)</b>
<b>Income before income taxes</b>	<b>31,086,916</b>	<b>14,224,312</b>
<b>Provision for (recovery of) income taxes</b>		
Current	9,138,017	3,910,242
Deferred	(1,556,000)	(1,653,000)
	<b>7,582,017</b>	<b>2,257,242</b>
<b>Income and comprehensive income for the year</b>	<b>23,504,899</b>	<b>11,967,070</b>

A full set of audited consolidated financial statements is available from the Credit Union

**Access Credit Union Limited**  
**Summary Consolidated Statement of Changes in Members' Equity**  
*For the Year Ended December 31, 2021*

	<i>Member shares</i>	<i>Retained surplus</i>	<i>Contributed surplus</i>	<i>Total equity</i>
<b>Balance December 31, 2019</b>	<b>264,530</b>	<b>189,048,431</b>	-	<b>189,312,961</b>
Income and comprehensive income for the year	-	<b>11,967,070</b>	-	<b>11,967,070</b>
Issuance of members' shares	<b>20,260</b>	-	-	<b>20,260</b>
Redemption of members' shares	<b>(19,095)</b>	-	-	<b>(19,095)</b>
<b>Balance December 31, 2020</b>	<b>265,695</b>	<b>201,015,501</b>	-	<b>201,281,196</b>
Income and comprehensive income for the year	-	<b>23,504,899</b>	-	<b>23,504,899</b>
Issuance of members' shares	<b>216,513</b>	-	-	<b>216,513</b>
Redemption of members' shares	<b>(5,919,614)</b>	-	-	<b>(5,919,614)</b>
Business combination	<b>20,083,626</b>	-	<b>177,902,513</b>	<b>197,986,139</b>
<b>Balance December 31, 2021</b>	<b>14,646,220</b>	<b>224,520,400</b>	<b>177,902,513</b>	<b>417,069,133</b>

A full set of audited consolidated financial statements is available from the Credit Union

# Access Credit Union Limited

## Summary Consolidated Statement of Cash Flows

*For the Year Ended December 31, 2021*

	2021	2020
<b>Operating activities</b>		
Income for the year	23,504,899	11,967,070
Interest and investment revenue	(150,903,102)	(94,287,730)
Interest expense	70,427,566	47,429,010
Depreciation	3,150,193	1,716,418
Provision for impaired loans	(1,659,541)	2,974,321
Gain on disposal of property and equipment	-	(6,493)
Deferred taxes	(1,556,000)	(1,653,000)
Loss (gain) on disposition of shares in investment in associate	5,000	(202,637)
	<b>(57,030,985)</b>	<b>(32,063,041)</b>
Change in income taxes payable	2,918,455	(459,008)
Change in other assets and liabilities	8,821,554	4,864,116
Change in members' loans	(475,517,275)	(171,346,591)
Change in members' savings and deposits	184,276,855	280,991,606
Interest received on members' loans	131,056,992	83,840,194
Dividends received on investments in associates	1,888,500	844,790
Interest paid on members' savings and deposits	(64,515,107)	(45,968,801)
Interest received on investments	15,137,029	10,048,148
	<b>(252,963,982)</b>	<b>130,751,413</b>
<b>Financing activities</b>		
Issuance of securitized borrowings (net)	72,218,325	35,106,033
Net issue (redemption) of members' shares	(5,703,101)	1,165
	<b>66,515,224</b>	<b>35,107,198</b>
<b>Investing activities</b>		
Term deposits acquired in business combination	159,000,000	-
Redemption of investments	708,448	624,213
Purchases of property and equipment	(1,429,320)	(1,018,687)
Proceeds from disposal of property and equipment	-	65,000
Purchases of intangibles	(1,775,027)	(738,521)
Redemption (purchase) of investments	5,055,283	(3,631,770)
Proceeds on disposition of shares in investment in associate	-	315,000
Net repayment of lease liability	(143,191)	(16,712)
	<b>161,416,193</b>	<b>(4,401,477)</b>
Funds on hand and on deposit acquired in business combination	448,856,424	-
<b>Increase in cash resources</b>	<b>423,823,859</b>	<b>161,457,134</b>
<b>Cash resources, beginning of year</b>	<b>548,773,292</b>	<b>387,316,158</b>
<b>Cash resources, end of year</b>	<b>972,597,151</b>	<b>548,773,292</b>
<b>Cash resources are composed of:</b>		
Funds on hand and on deposit	756,771,242	160,160,042
Credit Union Central of Manitoba term deposits	215,825,909	388,613,250
	<b>972,597,151</b>	<b>548,773,292</b>

A full set of audited consolidated financial statements is available from the Credit Union

# Access Credit Union Limited

## Notes to the Summary Consolidated Financial Statements

*For the Year Ended December 31, 2021*

---

### **1. Basis of the summary consolidated financial statements**

Management has prepared the summary consolidated financial statements from the Credit Union's December 31, 2021 audited consolidated financial statements which can be obtained at the Credit Union. The detailed notes included in the audited consolidated financial statements are not included in these summary consolidated financial statements.

### **2. Compliance with minimum capital and liquidity requirements**

The Credit Union is in compliance with the capital and liquidity reserve requirements at December 31, 2021 established by the Regulations to The Credit Unions and Caisses Populaires Act of Manitoba.

Readers of the summary consolidated financial statements are advised that in order to appropriately interpret the Credit Union's capital and liquidity, the reader must refer to the audited consolidated financial statements and notes for the year ended December 31, 2021, which contain the information detailing the calculation.

### **3. Subsequent event**

On January 27, 2022 the members of the Credit Union voted in favour of the Credit Union merging with Noventis Credit Union Ltd. and Sunova Credit Union Limited. Effective July 1, 2022 the amalgamated Credit Union will operate as Access Credit Union Limited.