



2022 FINANCIAL STATEMENTS SUMMARY



Access Credit Union Limited
Summary Consolidated Financial Statements
For the Year Ended December 31, 2022

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, 2022, 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, 2022.

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 March 1, 2023.

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

March 1, 2023



Chartered Professional Accountants

MNP LLP

True North Square

242 Hargrave Street, Suite 1200, Winnipeg MB, R3C 0T8

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

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Access Credit Union Limited

Summary Consolidated Statement of Financial Position

As at December 31, 2022

	2022	2021
Assets		
Funds on hand and on deposit	273,304,544	756,771,242
Investments	868,627,116	292,190,055
Income taxes recoverable	4,089,200	-
Members' loans	9,445,850,032	5,103,107,049
Other asset	36,108,701	7,363,553
Property and equipment	64,053,140	31,383,527
Investment property	13,469,650	1,828,446
Intangible assets	27,994,375	4,745,414
Investment in associates	2,691,410	2,893,675
Deferred tax assets	10,744,000	-
Goodwill	13,039,489	-
	10,759,971,657	6,200,282,961
Liabilities		
Members' savings and deposits	9,473,717,124	5,551,360,956
Other liabilities	33,658,700	29,793,903
Income taxes payable	-	3,467,037
Securitized borrowing	621,730,744	196,244,579
Deferred tax liabilities	-	1,519,000
Lease liability	1,955,181	828,353
	10,131,061,749	5,783,213,828
Members' equity		
Members' shares	49,194,537	14,646,220
Retained surplus	253,429,057	224,520,400
Contributed surplus	326,286,314	177,902,513
	628,909,908	417,069,133
	10,759,971,657	6,200,282,961

Approved on behalf of the Board of Directors

"Signed by Curt Letkeman", Director

"Signed by Kevin Beresford", Director

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Access Credit Union Limited
Summary Consolidated Statement of Comprehensive Income
For the Year Ended December 31, 2022

	2022	2021
Financial income		
Interest on loans to members	244,540,394	133,454,721
Investment income		
Profit from associates	875,690	2,049,071
Liquidity deposits	26,860,146	13,408,052
Shares and debentures	3,427,419	1,991,258
	275,703,649	150,903,102
Cost of funds	156,927,466	70,427,566
Financial margin	118,776,183	80,475,536
Operating expenses		
Personnel	55,878,458	31,980,077
Administration	23,810,562	12,265,794
Occupancy	12,612,371	7,769,280
Member security	6,865,177	4,978,816
Organizational	2,976,949	2,095,720
Gross operating expenses	102,143,517	59,089,687
Other income	(32,946,862)	(14,041,526)
Income from operations before provision for impaired loans, patronage refund and income taxes	49,579,528	35,427,375
Provision for (recovery of) impaired loans	2,824,624	(1,659,541)
Income before patronage refund and provision for income taxes	46,754,904	37,086,916
Patronage refund	(6,000,000)	(6,000,000)
Income before income taxes	40,754,904	31,086,916
Provision for (recovery of) income taxes		
Current	11,400,000	9,138,017
Deferred	(196,745)	(1,556,000)
	11,203,255	7,582,017
Income and comprehensive income for the year	29,551,649	23,504,899

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Access Credit Union Limited
Summary Consolidated Statement of Changes in Members' Equity
For the Year Ended December 31, 2022

	<i>Members' shares</i>	<i>Retained surplus</i>	<i>Contributed surplus</i>	<i>Total equity</i>
Balance December 31, 2020	265,695	201,015,501	-	201,281,196
Income and comprehensive income for the year	-	23,504,899	-	23,504,899
Issuance of members' shares	216,513	-	-	216,513
Redemption of members' shares	(5,919,614)	-	-	(5,919,614)
Business combination	20,083,626	-	177,902,513	197,986,139
Balance December 31, 2021	14,646,220	224,520,400	177,902,513	417,069,133
Income and comprehensive income for the year	-	29,551,649	-	29,551,649
Issuance of members' shares	2,926,324	-	-	2,926,324
Redemption of members' shares	(11,545,575)	-	-	(11,545,575)
Provision for issuance of surplus shares, net of tax savings of \$209,783	-	(642,992)	-	(642,992)
Business combination	43,167,568	-	148,383,801	191,551,369
Balance December 31, 2022	49,194,537	253,429,057	326,286,314	628,909,908

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Access Credit Union Limited

Summary Consolidated Statement of Cash Flows

For the Year Ended December 31, 2022

	2022	2021
Operating activities		
Income for the year	29,551,649	23,504,899
Interest and investment revenue	(275,703,649)	(150,903,102)
Interest expense	156,927,466	70,427,566
Depreciation	6,399,575	3,150,193
Provision for (recovery of) impaired loans	2,824,624	(1,659,541)
Loss on disposal of property and equipment	264,584	-
Deferred taxes	(196,745)	(1,556,000)
Loss on disposition of shares in investment in associate	-	5,000
	(79,932,496)	(57,030,985)
Change in income taxes payable	(5,777,639)	2,918,455
Change in other assets and liabilities	(29,078,782)	12,975,017
Change in members' loans	(1,094,155,517)	(479,670,738)
Change in members' savings and deposits	390,187,850	184,276,855
Interest received on members' loans	234,279,783	131,056,992
Dividends received on investments in associates	1,077,955	1,888,500
Interest paid on members' savings and deposits	(130,532,559)	(64,515,107)
Interest received on investments	25,846,004	15,137,029
	(688,085,401)	(252,963,982)
Financing activities		
Issuance of securitized borrowings (net)	364,219,728	72,218,325
Net issue (redemption) of members' shares	(8,619,251)	(5,703,101)
	355,600,477	66,515,224
Investing activities		
Purchase of (redemption of) investments	(335,723,894)	337,551,072
Purchases of property and equipment	(3,612,657)	(1,429,320)
Proceeds from disposal of property and equipment	1,610,535	-
Purchase of intangibles	(687,594)	(1,775,027)
Net repayment of lease liability	(213,658)	(143,191)
	(338,627,268)	334,203,534
Funds on hand and on deposit acquired in business combination	187,645,494	448,856,424
Increase (decrease) in cash resources	(483,466,698)	596,611,200
Cash resources, beginning of year	756,771,242	160,160,042
Cash resources, end of year	273,304,544	756,771,242

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Access Credit Union Limited
Notes to the Summary Consolidated Financial Statements
For the Year Ended December 31, 2022

1. Basis of the summary consolidated financial statements

Management has prepared the summary consolidated financial statements from the Credit Union's December 31, 2022 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, 2022 established by the Deposit Guarantee Corporation of Manitoba in its standards of Sound Business Practice.

Readers of the summary consolidated financial statements are advised that in order to appropriately interpret the Credit Union's capital and liquidity compliance, the reader must refer to the audited consolidated financial statements and notes for the year ended December 31, 2022, which contain the information detailing the calculation.

3. Subsequent event

On October 20, 2022, the members of the Credit Union voted in favour of the Credit Union merging with Amaranth Credit Union. Effective January 1, 2023, this amalgamated Credit Union will operate as Access Credit Union Limited.

On November 15, 2022, the members of the Credit Union voted in favour of the Credit Union merging with Casera Credit Union. Effective July 1, 2023 the amalgamated Credit Union will operate as Access Credit Union Limited.

On December 7, 2022, the members of the Credit Union voted in favour of the Credit Union merging with Carpathia Credit Union. Effective July 1, 2023 the amalgamated Credit Union will operate as Access Credit Union Limited.

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