

December 31, 2023
(in thousands)

December 31, 2022
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ASSETS		
Cash	12,746	18,364
Investments	136,332	156,461
Loans to members	848,450	812,487
Premises and equipment	13,731	13,626
Intangible assets	3,453	3,524
Other assets	2,807	3,320
	<u>1,017,519</u>	<u>1,007,782</u>
LIABILITIES		
Accounts payable and accrued liabilities	3,910	3,262
Member deposits	944,834	944,375
Borrowings	3,532	-
Lease liabilities	1,198	843
Other liabilities	980	1,000
	<u>954,454</u>	<u>949,480</u>
MEMBERS' EQUITY		
Members' shares	647	649
Retained earnings	62,592	59,074
Accumulated other comprehensive loss	(174)	(1,421)
	<u>63,065</u>	<u>58,302</u>
FINANCIAL INCOME		
Interest on loans to members	33,354	26,541
Other interest revenue	6,539	3,226
	<u>39,893</u>	<u>29,767</u>
FINANCIAL EXPENSES		
Interest of member deposits	20,088	7,690
Other interest expense	81	84
	<u>20,169</u>	<u>7,774</u>
Financial margin	19,724	21,994
Provision for impaired loans	34	133
Net interest margin	19,690	21,860
Other income and expenses	7,960	5,665
Operating margin	<u>27,650</u>	<u>27,525</u>
OPERATING EXPENSES		
Salary and employee benefits	12,809	11,637
General operating and administrative	9,411	8,538
Occupancy and equipment	1,066	1,061
Distributions to members	34	29
Income before income tax expense	<u>4,330</u>	<u>6,260</u>
PROVISION FOR (RECOVERY OF) INCOME TAXES		
Current	777	1,286
Deferred	35	62
	<u>812</u>	<u>1,348</u>
Net income	3,518	4,912
OTHER COMPREHENSIVE INCOME (LOSS)		
Items that will be reclassified to net income	1,247	(981)
Other comprehensive income (loss) for the current year, net of income tax	1,247	(981)
Total comprehensive income	<u>4,765</u>	<u>3,931</u>
Balance, beginning of year	58,302	54,363
Total net income	3,518	4,912
Unrealized gains (losses) on mandatory liquidity investments	1,247	(981)
Issuance of members' shares	41	36
Redemption of members' shares	(43)	(28)
Balance, end of year	<u>63,065</u>	<u>58,302</u>
CASH GENERATED (USED) FROM		
Operating activities	9,900	9,052
Investing activities	(1,073)	(11,103)
Financing activities	(14,445)	3,513
Net change in cash and equivalents	(5,618)	1,462
Cash and equivalents, beginning of year	18,364	16,902
Cash and equivalents, end of year	<u>12,746</u>	<u>18,364</u>


Chair of the Board


Chair of the Audit Committee



Report of the Independent Auditor on the Summary Financial Statements

To the Members of Salmon Arm Savings and Credit Union

OPINION

The summary financial statements, which comprise the summary consolidated statement of financial position as at December 31, 2023, and the changes in members' equity and cash flows for the year then ended, are derived from the audited consolidated financial statements of Salmon Arm Savings and Credit Union (the "Credit Union") for the year ended December 31, 2023.

In our opinion, the accompanying summary consolidated financial statements are a fair summary of the audited consolidated financial statements in accordance with Article 128 of the Financial Institutions Act of British Columbia

SUMMARY FINANCIAL STATEMENTS

The summary 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 Credit Union's audited consolidated financial statements and the auditor's report thereon.

THE AUDITED FINANCIAL STATEMENTS AND OUR REPORT THEREON

We expressed an unmodified audit opinion on the audited financial statements in our report dated March 12, 2024.

MANAGEMENT'S RESPONSIBILITY FOR THE SUMMARY FINANCIAL STATEMENTS

Management is responsible for the preparation of the summary consolidated financial statements in accordance with Article 128 of the Financial Institutions Act of British Columbia.

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 Standard (CAS) 810, *Engagements to Report on Summary Financial Statements*

Kelowna, BC
March 12, 2024

MNP LLP

Chartered Professional Accountants

SASCU
AGM
2024

**PLEASE JOIN US IN-PERSON OR
ONLINE TUESDAY, MAY 7TH, 2024**

**Prestige Inn Harbourfront Resort
251 Harbourfront Dr NE, Salmon Arm**

Time: **11:30 a.m.**

Register at sascu.com/agm or **250.833.1343**

Meet your Board of Directors • Review highlights of 2023 • Lunch Provided