



"What's in it for me?"

During this year, your Board and Executive made many decisions that chart the course of your credit union. These decisions are often challenging, yet always made in the best interest of our members so that Swan Valley Credit Union will continue to be sustainable into the future. We are committed to providing the best service, products and professional advice to our members today and tomorrow.

SVCU launched our Mobile App in November, giving our members the ability to access their banking needs in a safe, secure and convenient manner from their mobile phone. We are also working with a number of other Manitoba credit unions in a collaborative group exploring ways where we can share services &/or create efficiencies.

Following through on our commitments to long term sustainability, we are pleased to report your credit union ended the year with \$260.4 million in assets representing growth of 7.8% over 2014. Net income amounted to \$890,104 and our retained earnings grew to \$12,052,120. SVCU also exceeded the capital ratio targets set by the Board of Directors and the Deposit Guarantee Corporation of Manitoba in 2015. Financial margins will continue to be a challenge in 2016. Interest rates are expected to remain low and competition for business will remain strong. We look forward to meeting the challenges of our current financial environment as we navigate through our 63rd year as a credit union.

In closing, we wish to thank our members for your continued support and use of credit union services and to our staff for their hard work and achievements.


Don Pratt, CEO


Brian Cotton, President

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BOARD OF DIRECTORS



Lee Friesen-Alford
Director
Director Since:
2008
Term Expires:
2017
Residence:
Swan River



Ferlin Abrahamson
1st Vice-President
Director Since:
2012
Term Expires:
2018
Residence:
Birch River



Elisabeth Archambault
Director
Director Since:
2013
Term Expires:
2016
Residence:
Minitonas



Brian Cotton
President
Director Since:
2005
Term Expires:
2017
Residence:
Kenville



Ken Kokot
Director
Director Since:
2002 - 2005 &
2010-2016
Term Expires:
2016
Residence:
Swan River



Marvin Kovachik
Director
Director Since:
2012
Term Expires:
2018
Residence:
Cowan



Barb Lewis
Director
Director Since:
2015
Term Expires:
2017
Residence:
Kenville



Kim Pierce
Director
Director Since:
2014
Term Expires:
2018
Residence:
Benito



Ken Treasure
2nd Vice-President
Director Since:
1995
Term Expires:
2016
Residence:
Swan River

"What's in it for me?"

"A credit union is not an ordinary financial concern, seeking to enrich its members at the expense of the general public. Neither is it a loan company, seeking to make a profit at the expense of the unfortunates....The credit union is nothing of the kind; it is the expression in the field of economics of a high social ideal."

*Alphonse Desjardins,
Canadian Credit Union Pioneer, 1900's*

The aggregate amount of remuneration paid to all Directors in 2015 \$43,682.

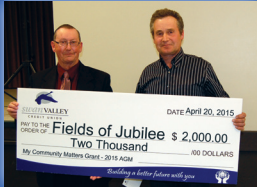
The aggregate amount paid to all Directors as reimbursement for Credit Union expenses, training and conferences in 2015 \$34,490



BUILDING SUSTAINABLE COMMUNITIES

"What's in it for me?"

Credit Union Day - Winner
Isla Mykula, iDapt Charger



Community & Social Services



Stamps Shoot-To-Win
Piggy Bank Winner
Kally Baldwin



Special Olympics
Floor Hockey Team
for the Parkland



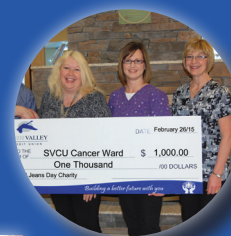
Junior Curling Swan River



SVRSS
Varsity Girls Basketball Team



Swan Valley Colts
Novice Hockey Team



Steps For Success Job Fair



4-H Beef
Show & Sale



Ag In The Classroom
at ESRSS



Riverside School - Grades 2/3



Education

Arts & Culture



Dolyna Dancers



Bam Jam Music Camp



Fine Arts Festival

2015
Donations & Sponsorships
Totalling
\$72,405

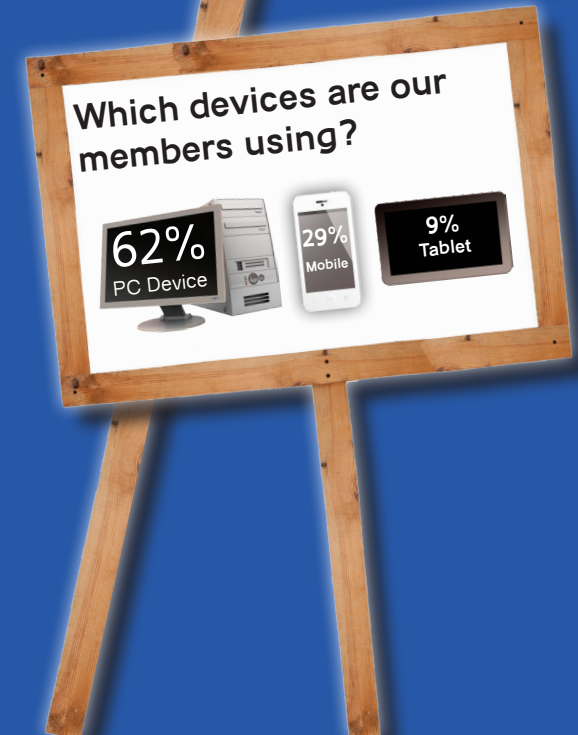
Sports & Recreation

Health & Wellness

TECHNOLOGY

SVCU launched our mobile app in 2015. This app increased our member's accessibility to bank anywhere at anytime including:

- Check your balance & review transactions 24/7
- Manage your accounts
- Pay bills
- E-Transfer
- Deposit cheques with remote deposit



Deposit anywhere, anytime

EMPLOYEES

Financial Services Officers & Account Managers

Beehler, Scott	Account Manager
Colbert, Gwen	Financial Services Officer
Giesbrecht, Kevin	Account Manager
Grundy, Russell	Account Manager
Hart, Kandace	Financial Services Officer / Mutual Funds Investment Specialist
Lott, Delee	Account Manager
Moncrief, Crystal	Financial Services Officer

Member Services Representative & Call Center Associates

Beals, Viola	Senior Member Services Representative
Brelinski, Yvonne	Member Services Supervisor
Buhler, Kate	Call Center Associate
Burnett, Stephanie	Member Services Representative
Davy, Elaine	Member Services Representative
Kerestes, Marilyn	Member Services Representative
Knowles, Kimberley	Member Services Representative
Kowall, Tracey	Member Services Administration Officer
Kushniryk, Holly	Member Services Representative
Lagace, Chloe	Member Services Representative
Mosiondz, Jennifer	Senior Member Services Representative
Mullin, Stacey	Member Services Representative
Schneider, Judy	Member Services Representative
Sollis, Melissa	Member Services Representative
Stanley, Karlene	Member Services Reception
Storoschuk, Miranda	Member Services Representative
Wigley, Amanda	Member Services Representative

Administration & Credit

Branconnier, Gayle	Administration Supervisor
Buchanan, Sandra	Credit Administration Officer
Comeau-Ward, Denise	Credit Administration Officer
Froese, Pam	Executive Secretary / Credit Administration Officer
Hunt, Melodie	Administration Clerk
Lasuik, Kira	Administration Clerk
Mykula, Pam	Credit Administration Officer
Schure, Karen	Administration Clerk
Sherrer, Cheryl	Credit Administration Officer
Stacy, Corinne	Administration Clerk
Willis, Caroline	Credit Administration Supervisor

Technical Services

Dunn, Margaret	Wealth Services Manager
Hofford, Ryan	Network & Systems Administrator
Lukey, Rhonda	Accountant
Parsons, Lynda	Marketing Coordinator
Robertson, Candice	Compliance Officer

42
Years in the
Financial Services
Industry



*Congratulations
on your retirement
Russell Grundy*

5 Years with
SVCU

Scott Beehler
Account Manager
410 Volunteer Hours



Kim Knowles
MSR
120 Volunteer Hours

EXECUTIVE



Don Pratt
Chief Executive Officer



Craig Zamzow
Chief Operations Officer



Blaine Campbell
Chief Lending Officer



Carrie Kruk-Lylyk
Chief Financial Officer



Stephen Tanner
Chief Information Officer



Coleen Cable
Human Resources Manager



Roxanne Schneider
Manager, Personal Financial Services



Deana Williamson
Manager, Member Services

INSURANCE GROUP



Co-op Marketplace

Ron Betcher - Insurance Manager
Warren Clark - Sales Associate
Terry Grandfield - Assistant Manager
Sheila Sawchuk - Insurance Sales Associate

Main Branch

Janel Hart - Sales Associate
Kim Munro - Sales Associate
Donna Tait - Assistant Manager



Lisa Asham - Office Manager
Kerri Huculak - Insurance Broker
Vanessa Lacroix - Insurance Broker
Jonie Snyder - Insurance Broker

MANAGEMENT'S RESPONSIBILITY

To the Members of Swan Valley Credit Union Limited:

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with International Financial Reporting Standards and ensuring that all information in the annual report is consistent with the consolidated statements. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Board of Directors is composed entirely of Directors who are neither management nor employees of the Credit Union. The Board is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial information included in the annual report. The Board fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external accountants. The Board is also responsible for recommending the appointment of the Credit Union's external accountants.

MNP LLP, an independent firm of Chartered Accountants, is appointed by the Board to audit the consolidated financial statements and report directly to them; their report follows. The external accountants have full and free access to, and meet periodically and separately with, both the Board and management to discuss their audit findings.



Chief Executive Officer



Chief Financial Officer

Swan Valley Credit Union Limited
Consolidated Summary Financial Statements
For the year ended December 31, 2015

Independent Auditors' Report

To the Members of Swan Valley Credit Union Limited:

The accompanying consolidated summary financial statements of Swan Valley Credit Union Limited, which comprise the consolidated summary statement of financial position as at December 31, 2015, and the consolidated summary income statement, statements of changes in equity and cash flows for the year then ended are derived from the audited consolidated financial statements of Swan Valley Credit Union Limited for the year then ended. We expressed an unmodified audit opinion on those consolidated financial statements in our report dated March 15, 2016.

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

Management's Responsibility for the Summary Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these summary consolidated 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 consolidated 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 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*."

Opinion

In our opinion, the summary consolidated financial statements, derived from the audited consolidated financial statements of Swan Valley Credit Union Limited for the year ended December 31, 2015 are a fair summary of those consolidated 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 consolidated 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 consolidated financial statements and notes for the year ended December 31, 2015.

Brandon, Manitoba

March 15, 2016

The logo for MNP LLP, featuring the letters 'MNP' in a large, stylized, handwritten-style font, followed by 'LLP' in a smaller, clean, sans-serif font.

Chartered Professional Accountants

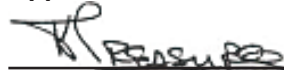
Swan Valley Credit Union Limited

Summary Consolidated Statement of Financial Position

As at December 31, 2015

	2015	2014
Assets		
Cash and cash equivalents	14,758,859	1,202,581
Accounts receivable	710,079	1,008,690
Investments and accrued interest	55,067,859	46,514,102
Members' loans receivable and accrued interest	178,685,626	182,009,797
Prepaid expenses and other assets	1,094,000	199,392
Property and equipment	8,045,248	8,290,646
Goodwill	2,105,137	2,201,878
	260,466,808	241,427,086
Liabilities		
Member deposits and accrued interest	242,976,982	224,565,610
Income taxes payable	53,844	7,388
Accounts payable	1,309,415	1,547,272
Deferred tax	84,000	82,000
	244,424,241	226,202,270
Members' equity		
Member shares	3,990,447	4,061,338
Retained earnings	12,052,120	11,163,478
	16,042,567	15,224,816
	260,466,808	241,427,086

Approved on behalf of the board



Director



Director

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

Swan Valley Credit Union Limited
Summary Consolidated Income Statement

For the year ended December 31, 2015

	2015	2014
Interest income		
Member loans	7,404,397	7,681,908
Investments	1,164,346	1,155,051
	8,568,743	8,836,959
Interest expense		
Cost of funds	3,343,954	3,447,315
Borrowing	1,440	6,551
	3,345,394	3,453,866
Gross financial margin	5,223,349	5,383,093
Operating expenses		
Administration	1,457,798	1,480,940
Amortization and impairment	505,079	448,337
Member security	214,175	235,030
Occupancy	394,412	403,626
Organizational	234,856	228,340
Personnel	3,438,463	3,410,244
	6,244,783	6,206,517
Net operating expenses	(1,021,434)	(823,424)
Other income	2,258,734	2,147,569
Income before provision for impaired loans and property held for resale, patronage refund and income taxes	1,237,300	1,324,145
Provision for impaired loans and property held for resale		
Provision for impaired loans	30,487	103,665
Provision for property held for resale	111,387	-
	141,874	103,665
Income before patronage refund and income taxes	1,095,426	1,220,480
Provision for patronage refund	-	100,000
Income before income taxes	1,095,426	1,120,480
Provision for income taxes		
Current	203,322	158,868
Future	2,000	12,000
	205,322	170,868
Net income	890,104	949,612

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

Swan Valley Credit Union Limited
Summary Consolidated Statement of Changes in Equity
For the year ended December 31, 2015

	<i>Member shares</i>	<i>Retained earnings</i>	<i>Total equity</i>
Balance December 31, 2013	4,239,848	10,215,413	14,455,261
Net income	-	949,612	949,612
Issuance of member shares	1,175	-	1,175
Redemption of member shares	(279,685)	-	(279,685)
Provision for patronage refund	100,000	-	100,000
Dividends on preference shares, net of tax recovery	-	(1,547)	(1,547)
Balance December 31, 2014	4,061,338	11,163,478	15,224,816
Net income	-	890,104	890,104
Issuance of member shares	100	-	100
Redemption of member shares	(70,991)	-	(70,991)
Dividends on preference shares, net of tax recovery	-	(1,462)	(1,462)
Balance December 31, 2015	3,990,447	12,052,120	16,042,567

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

Swan Valley Credit Union Limited
Summary Consolidated Statement of Cash Flows
For the year ended December 31, 2015

	2015	2014
Cash provided by (used for) the following activities		
Operating activities		
Interest received from members' loans	7,415,190	7,680,125
Interest and dividends received from investments	1,202,963	1,314,456
Interest paid on deposits	(3,386,044)	(3,524,204)
Cash paid to suppliers and employees	(5,973,964)	(5,850,221)
Other income received	2,557,345	2,121,724
Interest paid on borrowed money	(1,440)	(6,551)
Income taxes paid	(156,535)	(209,940)
	1,657,515	1,525,389
Financing activities		
Net change in member deposits	18,453,462	(431,798)
Issuance of member shares	100	1,175
Redemption of member shares	(70,991)	(279,685)
	18,382,571	(710,308)
Investing activities		
Net change in members' loans receivable	2,271,504	(2,325,497)
Purchases of investments	(8,592,374)	(1,021,951)
Purchases of property and equipment	(162,938)	(66,709)
	(6,483,808)	(3,414,157)
Increase (decrease) in cash resources	13,556,278	(2,599,076)
Cash resources, beginning of year	1,202,581	3,801,657
Cash resources, end of year	14,758,859	1,202,581

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



Deposit Guarantee Corporation of Manitoba

390-200 Graham Avenue
Winnipeg, Manitoba R3C 4L5
Tel. (204) 942.8480
Fax. (204) 947.1723
www.depositguarantee.mb.ca

How are my deposits protected?

The Deposit Guarantee Corporation of Manitoba ensures that credit unions and the caisse operate under sound business practices and maintain quality assets, thereby minimizing the risk of loss. Legislation requires credit unions and the caisse to maintain minimum levels of capital and liquidity. The Deposit Guarantee Corporation of Manitoba maintains a fund to guarantee deposits. Credit unions and the caisse pay a quarterly assessment to maintain the fund at an acceptable level.

Is the Deposit Guarantee Corporation of Manitoba part of the Manitoba Government?

No. The Deposit Guarantee Corporation of Manitoba is established under the Manitoba Credit Unions and Caisses Populaires Act. A Board of Directors, appointed by the Lieutenant Governor in Council of Manitoba, oversees the Deposit Guarantee Corporation of Manitoba.

Are deposits in Manitoba credit unions and the caisse 100% guaranteed?

Yes. The Deposit Guarantee Corporation of Manitoba guarantees the repayment of all deposits with Manitoba credit unions and the caisse, including accrued interest to the date of payout. It is not affected by a credit union or caisse changing its name, amalgamating, or entering into similar types of arrangements.

Does the government of Manitoba also cover deposits?

No. There is no legislated requirement for the Manitoba government to provide financial support to the Deposit Guarantee Corporation of Manitoba.

Is this guarantee the same as the banks' \$100,000 insurance?

No. This guarantee is provided by the Deposit Guarantee Corporation of Manitoba and only applies to Manitoba credit unions and the caisse. Deposits placed with federally regulated financial institutions are insured by the Canada Deposit Insurance Corporation (CDIC). Please contact CDIC for information on their insurance coverage at **www.cdic.ca**

What is not covered by the guarantee?

The guarantee does not cover non-deposit instruments, examples of which include common shares, surplus shares, preferred shares, mutual funds and self-administered RRSPs that are not deposits (e.g. equity shares, mutual funds).

Which credit unions/caisse are covered by the 100% guarantee?

All Manitoba credit unions and the caisse are covered by the 100% guarantee. For a complete list, see Credit Unions Central's website at **www.creditunion.mb.ca** or Caisse Financial Group's website at **www.caisse.biz**.

How will I get my money if a credit union or the caisse fails?

In the unlikely event of a credit union or caisse failure, depositors will not be required to file a claim. They will be contacted at their last known address to confirm the deposit and will be advised of the payment details and date.

Are my deposits guaranteed if I reside outside of Manitoba?

Yes. All deposits with Manitoba credit unions and the caisse are covered by the Deposit Guarantee Corporation of Manitoba, regardless of where the depositor resides.

Swan River - 913 Main Street - 204.734.7828

Benito - 103 Main Street - 204.539.2400

Minionas Agency - 267 2nd Avenue - 204.525.2623

Tigers Credit Union - Student Operated Branch

Swan Valley Regional Secondary School

1483 3rd Street North, Swan River

www.svcu.mb.ca

Swan Valley Insurance Group

Co-op Marketplace - 811 Main Street East - Swan River - 204.734.4502

Credit Union Building - 913 Main Street East - Swan River - 204.734.2934

RG Fast Insurance - 111 Fischer Avenue - The Pas - 204.623.2147

"Building a better future with you"

"What's in it for me?"

Values

- To be the financial services provider of choice in the communities we serve by providing a full range of innovative financial solutions; superior member service and value; and meaningful community support.

Mission

- To be a full service financial institution, providing traditional banking, financial planning, brokerage, trust, estate, insurance, agricultural and commercial banking and 24/7 electronic delivery channel service options.
- Understand and anticipate member needs, responding with innovative and differentiated financial solutions, to exceed expectations.
- Create an internal culture characterized by empowerment, openness, continuous learning, and team based management.
- Focus on internal and external partnerships and alliances, with a view to supporting the credit union system.
- Maintain a high quality, diversified loan portfolio, priced in line with risk.
- Attract, retain and effectively manage capital to meet member needs and ensure the financial stability and sustainability of the credit union.
- To strengthen the communities in which our members live.
- Live our cooperative values and act with social conscience.

Vision

- Integrity and Honesty
- Fairness and Equity
- Respect, Trust and Confidentiality
- Member Focused
- Community Involvement