

Swan Valley Credit Union Limited
Summary Consolidated Financial Statements
December 31, 2024

Report of the Independent Auditor on the Summary Consolidated Financial Statements

To the Members of Swan Valley Credit Union Limited:

Opinion

The summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at December 31, 2024, and the summary consolidated income statement, summary consolidated statements of changes in members' equity and cash flows for the year then ended, are derived from the audited consolidated financial statements of Swan Valley Credit Union Limited (the "Credit Union") for the year ended December 31, 2024.

In our opinion, the accompanying summary consolidated financial statements are a fair summary of the audited consolidated financial statements of Swan Valley Credit Union Limited for the year ended December 31, 2024.

Summary Consolidated Financial Statements

The summary consolidated financial statements do not contain all the disclosures required by IFRS® Accounting 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 25, 2025.

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.

Brandon, Manitoba
February 25, 2025


Chartered Professional Accountants

Swan Valley Credit Union Limited

Summary Consolidated Statement of Financial Position

As at December 31, 2024

	2024	2023
Assets		
Cash and cash equivalents	38,837,490	11,060,515
Accounts receivable	639,381	698,088
Investments and accrued interest	52,949,303	79,147,701
Members' loans receivable and accrued interest	266,709,348	247,708,292
Income taxes recoverable	823,029	-
Prepaid and other assets	148,877	156,995
Property and equipment	5,705,989	6,040,390
Goodwill	1,739,082	1,739,082
Deferred tax	-	458,000
	367,552,499	347,009,063
Liabilities		
Member deposits and accrued interest	337,498,669	318,689,656
Income taxes payable	15,215	526,371
Accounts payable	2,502,542	1,771,709
Deferred tax	112,000	-
	340,128,426	320,987,736
Members' equity		
Member shares	1,265,645	1,793,434
Retained earnings	26,158,428	24,227,893
	27,424,073	26,021,327
	367,552,499	347,009,063

Approved on behalf of the Board

Signed "Ken Treasure"

Director

Signed "Ferlin Abrahamson"

Director

Swan Valley Credit Union Limited

Summary Consolidated Income Statement

For the year ended December 31, 2024

	2024	2023
Interest income		
Member loans	11,605,443	10,244,777
Investments	5,163,124	5,327,650
	16,768,567	15,572,427
Interest expense		
Member deposits	8,756,268	7,155,552
Financial margin	8,012,299	8,416,875
Operating expenses		
Administration	2,258,426	1,778,343
Amortization and impairment	351,453	360,618
Member security	307,993	295,738
Occupancy	415,928	373,784
Organizational	278,966	222,994
Personnel	4,315,588	3,935,691
	7,928,354	6,967,168
Net operating expenses	83,945	1,449,707
Other income	3,218,908	3,194,854
Income before provision for (recovery of) impaired loans and income taxes	3,302,853	4,644,561
Provision for impaired loans	680,781	1,277,352
Income before (recovery of) income taxes	2,622,072	3,367,209
Provision for (recovery of) income taxes		
Current	120,227	1,218,954
Deferred	570,000	(318,000)
	690,227	900,954
Net income	1,931,845	2,466,255

Swan Valley Credit Union Limited
Summary Consolidated Statement of Changes in Members' Equity
For the year ended December 31, 2024

	<i>Member shares</i>	<i>Retained earnings</i>	<i>Total equity</i>
Balance December 31, 2022	2,266,846	21,763,195	24,030,041
Net income	-	2,466,255	2,466,255
Issuance of member shares	2,325	-	2,325
Redemption of member shares	(475,737)	-	(475,737)
Dividend on preference shares, net of tax recovery	-	(1,557)	(1,557)
Balance December 31, 2023	1,793,434	24,227,893	26,021,327
Net income	-	1,931,845	1,931,845
Issuance of member shares	1,775	-	1,775
Redemption of member shares	(529,564)	-	(529,564)
Dividend on preference shares, net of tax recovery	-	(1,310)	(1,310)
Balance December 31, 2024	1,265,645	26,158,428	27,424,073

Swan Valley Credit Union Limited
Summary Consolidated Statement of Cash Flows
For the year ended December 31, 2024

	2024	2023
Cash provided by (used for) the following activities		
Operating activities		
Interest received from member loans	11,617,280	10,142,136
Interest and dividends received from investments	5,354,803	5,106,709
Other income received	3,243,834	3,302,415
Cash paid to suppliers and employees	(6,837,950)	(6,438,374)
Interest paid on deposits	(8,020,418)	(5,540,572)
Income taxes paid	(1,421,941)	(761,633)
	3,935,608	5,810,681
Financing activities		
Net change in member deposits	18,073,163	6,213,276
Issuance of member shares	1,775	2,325
Redemption of member shares	(529,564)	(475,737)
	17,545,374	5,739,864
Investing activities		
Net change in members' loans receivable	(19,693,674)	(1,941,793)
Purchases of investments	-	(1,245,230)
Proceeds on disposal investments and accrued interest	26,006,719	-
Purchases of property and equipment	(17,052)	(51,887)
	6,295,993	(3,238,910)
Increase in cash and cash equivalents	27,776,975	8,311,635
Cash and cash equivalents, beginning of year	11,060,515	2,748,880
Cash and cash equivalents, end of year	38,837,490	11,060,515

Swan Valley Credit Union Limited
Notes to the Summary Consolidated Financial Statements
For the year ended December 31, 2024

1. Basis of the summary consolidated financial statements

Management has prepared the summary consolidated financial statements from the Credit Union's December 31, 2024 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. Statement of compliance

The Credit Union is in compliance with the capital and liquidity reserve requirements at December 31, 2024 established by the Standards of Sound Business Practice Regulation 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, 2024, which contain the information detailing the calculation.