

2021-2022 Summarized Consolidated Financial Statements





Report of the Independent Auditor on the Summary Consolidated Financial Statements

To the Members of North Peace Savings and Credit Union:

Opinion

The summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at September 30, 2022, and the summary consolidated statements of income, other comprehensive loss and changes in members' equity for the year then ended are derived from the audited consolidated financial statements of North Peace Savings and Credit Union (the "Credit Union") for the year ended September 30, 2022.

In our opinion, the accompanying summary consolidated financial statements are a fair summary of the audited consolidated financial statements.

Summary 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 Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited consolidated financial statements in our report dated December 8, 2022.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of 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 Consolidated Financial Statements.

MNP LLP

Abbotsford, British Columbia
December 8, 2022

Chartered Professional Accountants

MNP LLP

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North Peace Savings and Credit Union
Summarized Consolidated Statement of Financial Position
As at September 30, 2022

	2022	2021
	(000s)	(000s)
Assets		
Cash and cash equivalents	38,331	64,860
Investments	76,384	66,367
Member loans receivable	260,886	287,862
Other assets	1,454	1,998
Premises and equipment	6,545	6,878
Intangible assets	399	499
Deferred tax asset	933	527
	384,932	428,991
Liabilities		
Member deposits	360,701	403,583
Accounts payable and accrued liabilities	2,678	1,526
Income taxes payable	-	1
Lease liability	183	226
Member shares	5,024	283
	368,586	405,619
Members' equity		
Member shares	1,710	7,242
Retained earnings	16,437	15,929
Accumulated other comprehensive income (loss)	(1,801)	201
	16,346	23,372
	384,932	428,991

Approved on behalf of the Board



Director



Director

North Peace Savings and Credit Union
Summarized Consolidated Statement of Comprehensive Loss
and Changes in Members' Equity
For the year ended September 30, 2022

	2022	2021
	(000s)	(000s)
Interest income		
Member loans	9,061	10,460
Investments	1,337	663
	10,398	11,123
Interest expense		
Member deposits	1,571	1,982
Borrowings	24	80
	1,595	2,062
Financial margin before provision for loan impairment	8,803	9,061
Provision for loan impairment	240	833
Financial margin	8,563	8,228
Other income	3,134	3,524
Financial margin and other income	11,697	11,752
Operating expenses		
Wages and benefits	5,954	6,456
Administrative expenses	3,775	3,429
Occupancy	1,090	1,352
	10,819	11,237
Income from operations before members' distribution and income tax expense	878	515
Members' distribution	(70)	(71)
Income before income tax expense	808	444
Income tax expense		
Current	-	1
Deferred	300	176
	300	177
Net income	508	267
Other comprehensive loss, net of tax	(1,909)	(378)
Comprehensive loss	(1,401)	(111)
Members' equity, beginning of year	23,372	24,207
Net income	508	267
Net change in member shares	(5,532)	(353)
Amortization of deferred gain on unwound derivative financial instruments	(93)	(371)
Other comprehensive loss for the year	(1,909)	(378)
Members' equity, end of year	16,346	23,372

Note: Readers are cautioned that these summarized consolidated financial statements do not include all the disclosures required for complete and fair presentation. Copies of the North Peace Savings and Credit Union full financial statements and auditor's report can be obtained at all of our branches.