

**Community Credit Union of Cumberland
Colchester Limited
Summary Financial Statements**
December 31, 2022

Community Credit Union of Cumberland Colchester Limited

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For the year ended December 31, 2022

Report of the Independent Auditor on the Summary Financial Statements

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To the Members of Community Credit Union of Cumberland Colchester Limited:

Opinion

The summary financial statements, which comprise the summary statement of financial position as at December 31, 2022, and the summary statements of comprehensive income, changes in members' equity and cash flows for the year then ended, are derived from the audited financial statements of Community Credit Union of Cumberland Colchester Limited (the "Credit Union") for the year ended December 31, 2022.

In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements, in accordance with the basis described in the Note.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited 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 28, 2023.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements in accordance with International Financial Reporting Standards.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are a fair summary of the audited financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standards (CAS) 810, Engagements to Report on Summary Financial Statements.

Dartmouth, Nova Scotia

April 11, 2023



Chartered Professional Accountants

Community Credit Union of Cumberland Colchester Limited
Statement of Financial Position
As at December 31, 2022

	2022	2021
Assets		
Cash resources	24,956,794	12,596,151
Members' loans	139,356,730	129,392,314
Other assets	371,577	210,259
Investments	5,064,541	4,932,803
Property and equipment	3,122,026	3,160,176
Right-of-use assets	292,586	349,483
Deferred taxes	156,000	164,500
	173,320,254	150,805,686
Liabilities		
Member deposits	164,822,473	142,887,392
Payables and accruals	327,301	293,660
Income taxes payable	41,885	230,146
Lease liabilities	398,832	491,356
Members' shares	155,746	146,979
	165,746,237	144,049,533
Members' Equity		
Surplus shares	1,089,757	1,094,734
Retained earnings	6,484,260	5,661,419
	7,574,017	6,756,153
	173,320,254	150,805,686

Approved on behalf of the Board
 Director

Director



Community Credit Union of Cumberland Colchester Limited

Statement of Comprehensive Income

For the year ended December 31, 2022

	2022	2021
Income		
Loan interest	5,337,828	4,382,391
Investment income	414,505	128,721
	5,752,333	4,511,112
Interest and loan related expenses		
Interest on member deposits	943,066	500,676
Interest on lease liabilities	16,762	24,723
Patronage dividend to members	62,275	37,178
Provision for loan impairment losses	197,195	62,622
	1,219,298	625,199
Financial margin	4,533,035	3,885,913
Other income	1,073,292	1,544,156
	5,606,327	5,430,069
Operating expenses		
Salaries and benefits	1,995,894	1,880,035
Administrative expenses	1,606,317	1,699,578
Occupancy	337,529	275,663
CUDIC assessment	205,389	175,193
Depreciation of property and equipment	341,072	311,514
Loss on disposal of property and equipment	27,044	-
Gain on disposal of intangible asset	-	(16,834)
	4,513,245	4,325,149
Income before provision for income taxes	1,093,082	1,104,920
Provision for income taxes		
Current	261,741	230,251
Deferred (recovery)	8,500	(104,500)
	270,241	125,751
Net comprehensive income	822,841	979,169

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

Community Credit Union of Cumberland Colchester Limited
Statement of Changes in Members' Equity
For the year ended December 31, 2022

	<i>Surplus shares</i>	<i>Retained earnings</i>	<i>Total equity</i>
Balance January 1, 2021	1,102,520	4,682,250	5,784,770
Net comprehensive income for the year	-	979,169	979,169
Surplus shares issued	31,484	-	31,484
Surplus shares redeemed	(39,270)	-	(39,270)
Balance December 31, 2021	1,094,734	5,661,419	6,756,153
Net comprehensive income for the year	-	822,841	822,841
Surplus shares issued	31,420	-	31,420
Surplus shares redeemed	(36,397)	-	(36,397)
Balance December 31, 2022	1,089,757	6,484,260	7,574,017

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

Community Credit Union of Cumberland Colchester Limited

Statement of Cash Flows

For the year ended December 31, 2022

	2022	2021
Cash provided by (used for) the following activities		
Operating activities		
Net comprehensive income	822,841	979,169
Depreciation of property and equipment	341,072	311,514
Interest on lease liabilities	16,762	24,723
Provision for loan impairment losses	197,195	62,622
Deferred taxes	8,500	(110,500)
Gain on disposal of intangible asset	-	(16,834)
Loss on disposal of property and equipment	27,044	-
	1,413,414	1,250,694
Changes in working capital accounts		
Income taxes payable (receivable)	(188,261)	232,993
Other assets	(161,317)	114,629
Payables and accruals	1,167	29,116
Patronage interest payable	32,476	14,797
Accrued interest payable	340,136	(86,833)
Accrued interest receivable	(86,512)	(40,293)
	1,351,103	1,515,103
Financing activities		
Net change in members' deposits	21,594,943	22,305,997
Payments for lease liabilities	(109,286)	(107,786)
Net increase in membership shares	3,790	107,537
	21,489,447	22,305,748
Investing activities		
Net increase in investments	(131,738)	(622,285)
Net increase in members' loans	(10,075,100)	(29,734,459)
Purchases of property and equipment	(303,069)	(317,422)
Proceeds from disposal of property and equipment	30,000	-
	(10,479,907)	(30,674,166)
Increase (decrease) in cash resources	12,360,643	(6,853,315)
Cash resources, beginning of year	12,596,151	19,449,466
Cash resources, end of year	24,956,794	12,596,151

Community Credit Union of Cumberland Colchester Limited

Notes to the Financial Statements

For the year ended December 31, 2022

Basis of preparation of the summary financial statements

Management has prepared the summary financial statements from the December 31, 2022 audited financial statements, which are prepared in conformity with International Financial Reporting Standards (IFRS). The audited financial statements can be obtained at the Credit Union's branches. The detailed notes included in the audited financial statements are not included in these summary financial statements.

The criteria developed by management for the preparation of the summary financial statements is as follows:

That the information included in the summary financial statements is in agreement with the related information in the complete financial statements, and that the summary financial statements contain the information necessary to avoid distorting or obscuring matters disclosed in the related complete financial statements, including the notes thereto, in all material respects.