

Sunrise Credit Union Limited
Summary Consolidated Financial Statements
For the year ended December 31, 2023

To the Members of Sunrise Credit Union Limited:

Opinion

The summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at December 31, 2023, 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 Sunrise Credit Union (the "Credit Union") for the year ended December 31, 2023.

In our opinion, the accompanying consolidated financial statements are a fair summary of the audited consolidated financial statements of Sunrise Credit Union Limited for the year ended December 31, 2023.

Summary Consolidated 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 Consolidated Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited consolidated financial statements in our report dated March 20, 2024.

Management's Responsibility for the Summary Consolidated Financial Statements

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

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

March 20, 2024



Chartered Professional Accountants

Sunrise Credit Union Limited

Summary Consolidated Statement of Financial Position

As at December 31, 2023

	2023	2022
Assets		
Cash and cash equivalents	64,489,598	61,498,428
Investments and accrued interest	380,535,701	330,800,870
Members' loans receivable and accrued interest	1,419,004,426	1,385,721,202
Accounts receivable	4,431,386	3,603,879
Income taxes recoverable	1,445,696	52,026
Prepaid expenses and deposits	5,484,020	4,776,292
Derivative financial assets	5,438,322	8,294,599
Property, plant and equipment	23,588,297	22,955,029
Deferred tax assets	1,317,600	2,051,000
	1,905,735,046	1,819,753,325
Liabilities		
Member deposits and accrued interest	1,756,078,941	1,671,740,370
Trade payables and accrued liabilities	17,215,581	11,137,474
Income taxes payable	120,676	3,138,943
Securitized debt	-	4,354,092
	1,773,415,198	1,690,370,879
Members' equity		
Member shares	9,395,881	16,528,713
Retained earnings	122,923,967	112,853,733
	132,319,848	129,382,446
	1,905,735,046	1,819,753,325

Approved on behalf of the Board

Signed "Agnes Kokke"

Director

Signed "Glenn Young"

Director

Sunrise Credit Union Limited
Summary Consolidated Income Statement
For the year ended December 31, 2023

	2023	2022
Financial income		
Member loans	58,996,105	48,577,307
Investments	26,588,685	12,642,490
	85,584,790	61,219,797
Interest expense		
Deposits	43,731,400	21,956,384
Interest on borrowed money	16,111	65
	43,747,511	21,956,449
Gross financial margin	41,837,279	39,263,348
Operating Expenses		
Administration	8,859,640	7,678,369
Amortization	1,244,410	1,211,954
Member security	1,547,323	1,434,433
Occupancy	3,845,363	3,294,391
Organizational	956,754	872,451
Personnel	18,455,069	17,778,325
	34,908,559	32,269,923
Net operating income	6,928,720	6,993,425
Other income	9,129,448	8,455,093
Income before provision for impaired loans and property held for resale, gains (losses) on derivatives and income taxes	16,058,168	15,448,518
Provision for impaired loans and property held for resale	202,014	3,360,263
Income before gains (losses) on derivatives and income taxes	15,856,154	12,088,255
Gains (losses) on derivatives	(2,856,277)	9,939,427
Income before income taxes	12,999,877	22,027,682
Income taxes		
Current	2,114,470	5,783,633
Deferred	733,400	(368,000)
	2,847,870	5,415,633
Net income	10,152,007	16,612,049

Sunrise Credit Union Limited
Summary Consolidated Statement of Changes in Members' Equity
For the year ended December 31, 2023

	<i>Member shares</i>	<i>Retained earnings</i>	<i>Total equity</i>
Balance December 31, 2021	17,554,325	96,587,155	114,141,480
Net income	-	16,612,049	16,612,049
Issuance of member shares	11,765	-	11,765
Redemption of member shares	(1,037,377)	-	(1,037,377)
Dividend on preference shares, net of tax recovery	-	(345,471)	(345,471)
Balance December 31, 2022	16,528,713	112,853,733	129,382,446
Net income	-	10,152,007	10,152,007
Issuance of member shares	12,385	-	12,385
Redemption of member shares	(7,145,217)	-	(7,145,217)
Dividend on preference shares, net of tax recovery	-	(81,773)	(81,773)
Balance December 31, 2023	9,395,881	122,923,967	132,319,848

Sunrise Credit Union Limited
Summary Consolidated Statement of Cash Flows
For the year ended December 31, 2023

	2023	2022
Cash provided by (used for) the following activities		
Operating activities		
Interest received from members' loans	58,059,680	47,697,061
Interest and dividends received from investments	25,971,544	9,292,300
Other income received	8,301,941	6,327,643
Cash paid to suppliers and employees	(28,564,962)	(28,548,261)
Interest paid on deposits	(38,198,142)	(21,352,113)
Income taxes paid	(6,475,713)	(2,651,238)
	19,094,348	10,765,392
Financing activities		
Net change in members' deposits	78,789,202	70,731,819
Proceeds from issuance of member shares	12,385	11,765
Redemption of member shares	(7,145,217)	(1,037,377)
Repayments of securitized debt	(4,354,092)	(6,215,631)
	67,302,278	63,490,576
Investing activities		
Net change in members' loans receivable	(32,479,046)	(92,452,250)
Purchases of investments and accrued interest	(49,117,690)	-
Proceeds on disposal investments	-	3,432,113
Purchases of property and equipment	(1,808,720)	(1,828,497)
Proceeds from disposal of property and equipment	-	550
	(83,405,456)	(90,848,084)
Increase in cash and cash equivalents	2,991,170	(16,592,116)
Cash and cash equivalents, beginning of year	61,498,428	78,090,544
Cash and cash equivalents, end of year	64,489,598	61,498,428

Sunrise Credit Union Limited
Notes to the Summary Consolidated Financial Statements
For the year ended December 31, 2023

1. Basis of the summary consolidated financial statement

Management has prepared the summary consolidated financial statements from the Credit Union's December 31, 2023 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, 2023 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, 2023, which contain the information detailing the calculation.