

STELLERVISTA CREDIT UNION
Condensed Consolidated Financial Statements
Year Ended December 31, 2023

REPORT OF THE INDEPENDENT AUDITOR ON THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

To the Members of StellerVista Credit Union

The accompanying condensed consolidated financial statements, which comprise the condensed consolidated statement of financial position as at December 31, 2023 and December 31, 2022, and the condensed consolidated statements of comprehensive income and retained earnings and cash flow for the years then ended, are derived from the audited consolidated financial statements of StellerVista Credit Union and its subsidiaries for the year ended December 31, 2023. We expressed an unmodified audit opinion on those consolidated financial statements in our report dated February 22, 2024. The condensed consolidated financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the condensed consolidated financial statements, therefore, is not a substitute for reading the audited consolidated financial statements of StellerVista Credit Union.

Management's Responsibility for the Condensed Consolidated Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on the condensed 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 condensed consolidated financial statements derived from the audited consolidated financial statements of StellerVista Credit Union and its subsidiaries for the year ended December 31, 2023 are a fair summary of those financial statements in accordance with International Financial Reporting Standards.

Cranbrook, BC
February 22, 2024


Adams Wooley
Chartered Professional Accountants

StellerVista Credit Union
Condensed Consolidated Statement of Financial Position
December 31, 2023

	2023	2022
Assets		
Cash and term deposits	\$ 83,990,412	\$ 64,224,370
Investments	9,637,730	3,558,735
Inventory	322,346	435,122
Derivative assets	223,678	217,439
Members' loans	594,819,985	407,836,539
Property, plant and equipment	6,596,342	5,398,599
Intangible assets	1,608,804	88,097
Other	2,124,872	1,506,183
Deferred income tax	895,213	-
	<u>\$ 700,219,382</u>	<u>\$ 483,265,084</u>
Liabilities and members' equity		
Accounts payable and accrued liabilities	\$ 2,075,206	\$ 1,720,711
Members' deposits and non-equity shares	654,675,723	445,398,803
Deferred income taxes	-	442,710
Loans payable	1,497,609	6,215,302
Lease liability	214,531	224,195
	<u>658,463,069</u>	<u>454,001,721</u>
Members' equity shares	4,071,321	2,823,318
Contributed surplus	19,572,044	-
Accumulated other comprehensive income	(9,147,974)	(569,676)
Retained earnings	27,260,922	27,009,721
	<u>41,756,313</u>	<u>29,263,363</u>
	<u>\$ 700,219,382</u>	<u>\$ 483,265,084</u>

On behalf of the board:

L. Wray

Director

[Signature]

Director

StellerVista Credit Union
Condensed Consolidated Statement of Comprehensive Income and Retained Earnings
For the Year Ended December 31, 2023

	2023	2022
Interest income	\$ 28,086,092	\$ 15,458,444
Interest expenses	<u>(15,040,970)</u>	<u>(4,665,694)</u>
Net interest income after impairment charges	13,045,122	10,792,750
Non-interest income (expenses)	<u>3,060,031</u>	<u>2,059,924</u>
Operating margin	<u>16,105,153</u>	<u>12,852,674</u>
Non-financial expenses		
Salary and employee benefits	7,915,159	5,115,785
General and administrative	6,468,666	4,395,833
Occupancy and equipment	<u>1,415,879</u>	<u>882,521</u>
Non-financial expenses	<u>15,799,704</u>	10,394,139
Income from operations	305,449	2,458,535
Other income (expenses)	<u>614,925</u>	<u>(7)</u>
Income before income taxes and donations and rewards to members	920,374	2,458,528
Income taxes	<u>(4,814)</u>	<u>(329,764)</u>
Income before donations and rewards to members	915,560	2,128,764
Donations and rewards to members	<u>(666,809)</u>	<u>(461,273)</u>
Net income	248,751	1,667,491
Other comprehensive income (loss)		
Items that will never be reclassified to net income	<u>(8,578,298)</u>	<u>(246,395)</u>
Comprehensive income for the year	\$ (8,329,547)	\$ 1,421,096
Retained earnings - beginning of year	27,009,721	25,319,140
Deferred tax on equity	12,432	23,090
Refundable tax paid	(9,982)	-
Net income	<u>248,751</u>	<u>1,667,491</u>
Retained earnings - end of year	\$ 27,260,922	\$ 27,009,721

Condensed Consolidated Statement of Cash Flow
For the Year Ended December 31, 2023

	2023	2022
Cash flow from (used by) operating activities	\$ 10,379,872	\$ 1,297,944
Cash flow used by investing activities	(196,401,412)	(37,795,657)
Cash flow from financing activities	<u>205,787,582</u>	<u>25,914,832</u>
Increase (Decrease) in cash flow	19,766,042	(10,582,881)
Cash – beginning of year	<u>64,224,370</u>	<u>74,807,251</u>
Cash – end of year	\$ 83,990,412	\$ 64,224,370

Members may obtain a copy of the full audited consolidated financial statements at
any branch of the credit union or online at StellerVista.com