

Foam Lake Savings and Credit Union Limited
Summary Financial Statements
December 31, 2019

Report of the Independent Auditor on the Summary Financial Statements

To the Members of Foam Lake Savings and Credit Union Limited:

Opinion

The summary financial statements, which comprise the summary statement of financial position as at December 31, 2019, 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 Foam Lake Savings and Credit Union Limited (the "Credit Union") for the year ended December 31, 2019.

In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements, in accordance with the basis described in Note 1.

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 2, 2020.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements in accordance with the basis described in Note 1.

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.

Humboldt, Saskatchewan

March 2, 2020

MNP LLP

Chartered Professional Accountants

Foam Lake Savings and Credit Union Limited

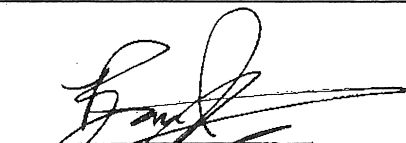
Summary Statement of Financial Position

As at December 31, 2019

	2019	2018
Assets		
Cash and cash equivalents	7,635,179	5,003,700
Investments	32,316,556	31,560,057
Member loans receivable	95,546,225	95,301,072
Other assets	19,212	11,597
Property, plant and equipment	2,830,654	2,988,130
	138,347,826	134,864,556
Liabilities		
Member deposits	125,018,841	122,307,836
Other liabilities	318,916	277,734
Deferred tax liability	86,710	81,136
Membership shares	13,860	13,840
	125,438,327	122,680,546
Members' equity		
Retained earnings	12,909,499	12,184,010
	138,347,826	134,864,556

Approved on behalf of the Board


 Director


 Director

Foam Lake Savings and Credit Union Limited

Summary Statement of Comprehensive Income

For the year ended December 31, 2019

	2019	2018
Interest income		
Member loans	4,032,148	3,859,114
Investments	1,148,610	1,151,888
	5,180,758	5,011,002
Interest expense		
Member deposits	1,601,957	1,307,023
Patronage allocation	100,000	160,000
Borrowed money	602	283
	1,702,559	1,467,306
Net interest income	3,478,199	3,543,696
Provision for (recovery of) impaired loans	14,071	(21)
Net interest income before other income	3,464,128	3,543,717
Other income	469,417	564,513
Net interest and other income	3,933,545	4,108,230
Operating expenses		
Personnel	1,564,610	1,714,927
Member security	114,475	110,353
Organizational	91,017	76,263
Occupancy	265,363	267,156
General business	993,709	898,631
	3,029,174	3,067,330
Income before provision for income taxes	904,371	1,040,900
Provision for income taxes		
Current	173,308	208,913
Deferred	5,574	7,619
	178,882	216,532
Comprehensive income	725,489	824,368

Foam Lake Savings and Credit Union Limited Summary Statement of Changes in Members' Equity

For the year ended December 31, 2019

	<i>Retained earnings</i>	<i>Total equity</i>
Balance December 31, 2017	11,359,642	11,359,642
Comprehensive income	824,368	824,368
Balance December 31, 2018	12,184,010	12,184,010
Comprehensive income	725,489	725,489
Balance December 31, 2019	12,909,499	12,909,499

Foam Lake Savings and Credit Union Limited

Summary Statement of Cash Flows

For the year ended December 31, 2019

	2019	2018
Cash provided by (used for) the following activities		
Operating activities		
Interest received from member loans	4,003,968	3,784,447
Interest received from investments	1,111,506	1,139,107
Other income received	469,417	564,513
Interest paid on deposits	(1,429,618)	(1,202,378)
Cash paid to suppliers and employees	(2,719,975)	(2,720,287)
Patronage paid to members	(100,000)	(160,000)
Interest paid on borrowed money	(602)	(283)
Income taxes paid	(256,224)	(33,780)
	1,078,472	1,371,339
Financing activities		
Net change in member deposits	2,538,666	4,197,597
Net change in membership shares	20	(250)
	2,538,686	4,197,347
Investing activities		
Net change in member loans receivable	(231,044)	(3,407,802)
Purchases of investments	(719,395)	(1,071,104)
Purchases of property, plant and equipment	(35,240)	(53,090)
	(985,679)	(4,531,996)
Increase in cash and cash equivalents	2,631,479	1,036,690
Cash and cash equivalents, beginning of year	5,003,700	3,967,010
Cash and cash equivalents, end of year	7,635,179	5,003,700

Foam Lake Savings and Credit Union Limited

Note to the Financial Statements

For the year ended December 31, 2019

1. Basis of the Summary Financial Statements

Management has prepared the summary financial statements from the December 31, 2019 audited financial statements, which are prepared in conformity with International Financial Reporting Standards. A full set of audited financial statements is available from the Credit Union. 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 financial statements, and that the 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.