

Report of the Independent Auditor on the Summarized Financial Statements

To the Members of Compensation Employees Credit Union:

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 and changes in members' equity and cash flows for the year then ended are derived from the audited financial statements of Compensation Employees Credit Union (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.

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 February 28, 2023.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements.

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.

Abbotsford, BC
February 28, 2023

MNP LLP

Chartered Professional Accountants

Compensation Employees Credit Union Summarized Statement of Financial Position December 31, 2022

	2022	2021
Assets		
Cash and cash equivalents	2,197,922	11,751,498
Investments	2,180,283	2,473,492
Member loans receivable	28,876,879	22,751,994
Income taxes receivable	3,872	7,991
Prepaid expenses and deposits	70,027	83,000
Intangible assets	127,982	148,786
	33,456,965	37,216,761
Liabilities		
Member deposits	30,948,025	34,653,006
Accounts payable and accrued liabilities	34,462	30,440
Deferred tax liabilities	11,000	15,000
	30,993,487	34,698,446
Members' equity		
Equity shares	573,173	611,787
Retained earnings	1,950,472	1,906,528
Accumulated other comprehensive loss	(60,167)	-
	2,463,478	2,463,477
	33,456,965	37,216,761

Approved on behalf of the Board of Directors

"Farhad Mistry"

Director

"Ashleigh Zhang"

Director

MNP
LLP

Compensation Employees Credit Union
Summarized Statements of Comprehensive Income and Changes in Members' Equity
December 31, 2022

	2022	2021
Interest income	975,335	796,368
Interest expense	278,012	274,260
Financial margin	697,323	522,108
Other income	26,310	30,738
Financial margin and other income	723,633	552,846
Operating expenses	602,178	508,498
Income before provision for impaired loans	121,455	44,348
Provision for impaired loans	46,451	1,000
Income before income tax expense	75,004	43,348
Income tax expense	2,564	4,009
Net income	72,440	39,339
Other comprehensive loss	(60,167)	-
Comprehensive Income	12,273	39,339
Members' equity, beginning of year	2,518,315	2,499,877
Equity share dividends	(28,496)	(6,681)
Net redemption of equity shares	(38,614)	(14,220)
Members' equity, end of year	2,463,478	2,518,315

Compensation Employees Credit Union
Summarized Statement of Cash Flows
December 31, 2022

	2022	2021
Cash provided by (used for) the following activities		
Operating activities	192,337	(162,675)
Financing activities	(3,813,728)	3,008,973
Investing activities	(5,932,185)	(3,520,120)
Decrease in cash and cash equivalents	(9,553,576)	(673,822)
Cash and cash equivalents, beginning of year	11,751,498	12,425,320
Cash and cash equivalents, end of year	2,197,922	11,751,498

Note: Readers are cautioned that these summarized financial statements do not include all the disclosures required for complete and fair presentation.