



Report of the Independent Auditors on the Summary Financial Statements

To the Members of Coastal Community Credit Union

Opinion

The summary consolidated financial statements of Coastal Community Credit Union ("the Credit Union"), which comprise:

- the summary consolidated statement of financial position as at December 31, 2023
- the summary consolidated statement of comprehensive income for the year then ended
- the summary consolidated statement of changes in members' equity for the year then ended
- and related note

are derived from the audited consolidated financial statements of Coastal Community Credit Union as at and for the year ended December 31, 2023.

In our opinion, the accompanying summary consolidated financial statements are consistent, in all material respects, with the audited consolidated financial statements, in accordance with the criteria disclosed in Note 1 in the summary consolidated financial statements.

Summary Consolidated Financial Statements

The summary consolidated financial statements do not contain all the disclosures required by IFRS Accounting Standards. Reading the summary consolidated financial statements and the auditors' report thereon, therefore, is not a substitute for reading the Credit Union's audited consolidated financial statements and the auditors' report thereon.

The summary consolidated financial statements and the audited consolidated financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited consolidated financial statements.

Management's Responsibility for the Summary Consolidated Financial Statements

Management is responsible for the preparation of the summary consolidated financial statements in accordance with the criteria disclosed in Note 1 in the summary consolidated financial statements.

Auditors' Responsibility

Our responsibility is to express an opinion on whether the summary consolidated financial statements are consistent, in all material respects, with the audited consolidated financial statements, based on our procedures, which were conducted in accordance with Canadian Auditing Standard 810, *Engagements to Report on Summary Financial Statements*.



Chartered Professional Accountants

Vancouver, Canada

March 20, 2024

SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

December 31, 2023, with comparative figures for 2022

	2023	2022
	(\$'000)	(\$'000)
Assets		
Cash and cash equivalents	\$ 131,934	\$ 143,637
Investments	255,263	276,280
Investment in joint venture	29,181	29,437
Loans to members	2,837,122	2,788,532
Premises and equipment	24,194	23,330
Intangible assets	1,461	1,510
Derivative financial instruments	3,271	5,088
Deferred income tax assets	3,297	2,884
Income taxes receivable	-	109
Other assets	8,898	7,535
	\$ 3,294,621	\$ 3,278,342
Liabilities and Members' Equity		
Member deposits	\$ 2,965,186	\$ 2,990,657
Borrowings	43,358	26,839
Other liabilities	35,281	34,909
Income taxes payable	1,721	1,350
Members' shares	2,354	2,413
	3,047,900	3,056,168
Members' equity		
Retained earnings	246,029	226,924
Accumulated other comprehensive gain (loss)	692	(4,750)
	246,721	222,174
	\$ 3,294,621	\$ 3,278,342

Please note: Due to governing regulations, we are required to send this document to each individual member (including estate and junior memberships). Therefore, each household may receive multiple copies. The full set of consolidated financial statements of the Credit Union can be found on our website at: <http://www.cccu.ca/about/corporate-reports>

SUMMARY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Year ended December 31, 2023, with comparative figures for 2022

	2023 (\$'000)	2022 (\$'000)
Interest income	\$ 137,313	\$ 105,216
Interest expense	50,312	23,767
Net interest income	87,001	81,449
Loan impairment expense	761	2,347
Other income	19,390	20,777
Operating expenses		
Salary and employee benefits	46,705	43,050
General and administrative	26,432	22,507
Occupancy and equipment	8,295	7,573
Income before income taxes	24,198	26,749
Provision for income taxes	5,093	4,268
Net income	19,105	22,481
Other comprehensive gain (loss), net of tax		
Items that were or may be reclassified to net income:		
Change in unrealized gains on cash flow hedges	1,894	4,010
Reclassification of unrealized gains (losses) on cash flow hedges	-	(1,871)
Change in unrealized gains (losses) on investments held at fair value through other comprehensive income (FVOCI)	3,548	(3,209)
Comprehensive income	\$ 24,547	\$ 21,411

SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN MEMBERS' EQUITY

Year ended December 31, 2023, with comparative figures for 2022

(\$'000)	Investments held at FVOCI	Cash flow hedges	Accumulated other comprehensive loss	Contributed surplus	Retained earnings	Total
Balance at December 31, 2021	\$ (1,856)	\$ (1,824)	\$ (3,680)	\$ 2,573	\$ 201,870	\$ 200,763
Net income	-	-	-	-	22,481	22,481
Other comprehensive gain (loss)	(3,209)	2,139	(1,070)	-	-	(1,070)
Balance at December 31, 2022	(5,065)	315	(4,750)	2,573	224,351	222,174
Net income	-	-	-	-	19,105	19,105
Other comprehensive gain	3,548	1,894	5,442	-	-	5,442
Balance at December 31, 2023	\$ (1,517)	\$ 2,209	\$ 692	\$ 2,573	\$ 243,456	\$ 246,721

Note 1 - Basis of presentation:

These summary consolidated financial statements have been prepared in accordance with Section 128(4) of the Financial Institutions Act and are derived from the audited consolidated financial statements, prepared in accordance with IFRS Accounting Standards, as at and for the year ended December 31, 2023. Those audited consolidated financial statements were approved by the Credit Union's Board of Directors on March 20, 2024 and can be obtained at any of our branches.

Approved on behalf of the Board,



Dominique Roelants
Chair, Board of Directors



Debra Oakman
Chair, Audit and Finance Committee



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