

Stride Credit Union Limited
Summary Consolidated Financial Statements
December 31, 2022

To the Members of Stride Credit Union Limited:

Opinion

The summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at December 31, 2022, and the summary consolidated income statement and other comprehensive income, summary consolidated statements of changes in members' equity and cash flows for the year then ended, and are derived from the audited consolidated financial statements of Stride Credit Union Limited (the "Credit Union") for the year ended December 31, 2022.

In our opinion, the accompanying summary consolidated financial statements are a fair summary of the audited consolidated financial statements of Stride Credit Union Limited for the year then ended December 31, 2022.

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 February 15, 2023.

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

February 15, 2023



Chartered Professional Accountants

Stride Credit Union Limited

Summary Consolidated Statement of Financial Position

As at December 31, 2022

| | 2022 | 2021 |
|---|--------------------|--------------------|
| Assets | | |
| Cash and cash equivalents | 110,134,153 | 170,539,567 |
| Investments and accrued interest | 16,965,150 | 10,616,637 |
| Members' loans receivable and accrued interest | 793,370,362 | 708,330,524 |
| Income taxes recoverable | 12,516 | 130,775 |
| Other assets | 748,950 | 1,210,593 |
| Property, equipment and intangible assets | 9,674,020 | 10,949,705 |
| Goodwill | 851,045 | 851,045 |
| Deferred taxes | 525,000 | - |
| | 932,281,196 | 902,628,846 |
| Liabilities | | |
| Members' savings, deposits and accrued interest | 853,001,219 | 831,795,975 |
| Income taxes payable | 286,259 | - |
| Accounts payable | 7,707,283 | 5,045,707 |
| Deferred tax | - | 53,000 |
| | 860,994,761 | 836,894,682 |
| Members' equity | | |
| Member shares | 6,940,330 | 7,200,338 |
| Retained surplus | 41,094,603 | 35,282,324 |
| Contributed surplus | 23,251,502 | 23,251,502 |
| | 71,286,435 | 65,734,164 |
| | 932,281,196 | 902,628,846 |

Approved on behalf of the Board of Directors

Signed "Ted Vandenberg"

Director

Signed "Ken Boyachek"

Director

Stride Credit Union Limited
Summary Consolidated Income Statement and Other Comprehensive Income
For the year ended December 31, 2022

| | 2022 | 2021 |
|--|-------------------|------------|
| Financial income | | |
| Members' loans | 27,614,174 | 23,461,530 |
| Investments | 4,668,172 | 2,282,507 |
| | 32,282,346 | 25,744,037 |
| Interest expense | 11,224,223 | 8,298,097 |
| Financial margin | 21,058,123 | 17,445,940 |
| Operating expenses | | |
| Administration | 5,397,415 | 5,439,808 |
| Amortization and impairment | 1,303,239 | 1,062,628 |
| Member security | 802,765 | 695,248 |
| Occupancy | 1,913,346 | 817,301 |
| Organizational | 460,341 | 384,764 |
| Personnel | 8,226,364 | 7,699,055 |
| | 18,103,470 | 16,098,804 |
| Net operating income | 2,954,653 | 1,347,136 |
| Other income | 6,047,785 | 5,609,624 |
| Income before provision for impaired loans, patronage refund and income taxes | 9,002,438 | 6,956,760 |
| Provision for impaired loans | 532,000 | 170,147 |
| Income before provision for patronage and income taxes | 8,470,438 | 6,786,613 |
| Patronage refund | 700,000 | 276,000 |
| Income before income taxes | 7,770,438 | 6,510,613 |
| Provision for (recovery of) income taxes | | |
| Current | 2,536,159 | 1,424,987 |
| Deferred | (578,000) | 80,000 |
| | 1,958,159 | 1,504,987 |
| Net income and other comprehensive income | 5,812,279 | 5,005,626 |

Stride Credit Union Limited
Summary Consolidated Statement of Changes in Members' Equity
For the year ended December 31, 2022

| | <i>Member shares</i> | <i>Retained earnings</i> | <i>Contributed surplus</i> | <i>Total equity</i> |
|---------------------------------------|--------------------------|------------------------------|--------------------------------|---------------------|
| Balance December 31, 2020 | 7,378,846 | 30,276,698 | 23,251,502 | 60,907,046 |
| Income and other comprehensive income | - | 5,005,626 | - | 5,005,626 |
| Patronage refund | 276,000 | - | - | 276,000 |
| Issuance of member shares | 2,030 | - | - | 2,030 |
| Redemption of member shares | (456,538) | - | - | (456,538) |
| Balance December 31, 2021 | 7,200,338 | 35,282,324 | 23,251,502 | 65,734,164 |
| Income and other comprehensive income | - | 5,812,279 | - | 5,812,279 |
| Issuance of member shares | 4,700 | - | - | 4,700 |
| Redemption of member shares | (264,708) | - | - | (264,708) |
| Balance December 31, 2022 | 6,940,330 | 41,094,603 | 23,251,502 | 71,286,435 |

Stride Credit Union Limited
Summary Consolidated Statement of Cash Flows
For the year ended December 31, 2022

| | 2022 | 2021 |
|---|---------------------|---------------------|
| Cash provided by (used for) the following activities | | |
| Operating activities | | |
| Interest received from members' loans | 27,160,248 | 23,611,760 |
| Interest and dividends received from investments | 4,597,859 | 2,363,421 |
| Other non-interest income received | 6,523,655 | 5,377,354 |
| Cash paid to suppliers and employees | (14,801,998) | (15,882,735) |
| Interest paid on deposits | (10,485,120) | (8,969,242) |
| Income taxes paid | (2,300,675) | (1,825,598) |
| | 10,693,969 | 4,674,960 |
| Financing activities | | |
| Net change in member deposits | 20,466,141 | 44,749,185 |
| Proceeds from issuance of member shares | 4,700 | 2,030 |
| Payments for redemption of member shares | (264,708) | (456,538) |
| | 20,206,133 | 44,294,677 |
| Investing activities | | |
| Net change in members' loans receivable | (85,117,911) | (49,239,125) |
| Purchases of investments | (6,187,615) | - |
| Proceeds on disposal of investments | - | 12,425,270 |
| Purchases of property, equipment and intangible assets | - | (48,583) |
| | (91,305,526) | (36,862,438) |
| Increase (decrease) in cash resources | (60,405,424) | 12,107,199 |
| Cash resources, beginning of year | 170,539,567 | 158,432,368 |
| Cash resources, end of year | 110,134,143 | 170,539,567 |

Stride Credit Union Limited
Notes to the Summary Consolidated Financial Statements
For the year ended December 31, 2022

1. Basis of the summary consolidated financial statements

Management has prepared the summary consolidated financial statements from the Credit Union's December 31, 2022 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, 2022 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, 2022, which contain the information detailing the calculation.