

Beautiful Plains Credit Union Limited
Summary Financial Statements
For the year ended, December 31, 2017

Independent Auditors' Report

To the Members of Beautiful Plains Credit Union Limited:

We have audited the accompanying summary financial statements of Beautiful Plains Credit Union Limited, which comprise the summary statement of financial position as at December 31, 2017, and the summary income statement, statements of changes in members' equity and cash flows for the year then ended are derived from the audited financial statements of Beautiful Plains Credit Union Limited for the year then ended. We expressed an unmodified audit opinion on those financial statements in our report dated February 20, 2018

The summary statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of Beautiful Plains Credit Union Limited.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation and fair presentation of these summary financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these summary 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, these summary financial statements, derived from the audited financial statements of Beautiful Plains Credit Union Limited for the year ended December 31, 2016 are a fair summary of those financial statements.

Report on Other Legal and Regulatory Requirements

As at December 31, 2017 the Credit Union met the capital and liquidity reserve requirements established by Sections 15, 21 and 21(1) of the Regulations to the Credit Unions and Caisses Populaires Act of Manitoba.

Readers of the summary financial statements are advised that in order to appropriately interpret the Credit Union's capital and liquidity reserve requirements, the reader must refer to the audited financial statements and notes for the year ended December 31, 2017

Brandon, Manitoba

February 20, 2018

MNP LLP

Chartered Professional Accountants

Beautiful Plains Credit Union Limited

Summary Statement of Financial Position

As at December 31, 2017

	2017	2016
Assets		
Cash and cash equivalents	34,147,347	33,354,229
Investments and accrued interest	2,063,831	3,985,968
Members' loans receivable and accrued interest	93,741,507	78,301,841
Income taxes recoverable	-	5,333
Property and equipment	340,985	376,652
Deferred tax	26,000	26,000
Prepaid expenses	8,445	25,100
	130,328,115	116,075,123
Liabilities		
Member deposits and accrued interest	118,762,011	105,596,713
Income taxes payable	45,985	-
Accounts payable	836,814	631,744
	119,644,810	106,228,457
Members' equity		
Member shares	2,316,648	2,104,165
Retained earnings	8,366,657	7,742,501
	10,683,305	9,846,666
	130,328,115	116,075,123

Approved on behalf of the Board

Signed "Greg McConnell"
Director

Signed "Bruce Bremner"
Director

The accompanying notes are an integral part of these financial statements

Beautiful Plains Credit Union Limited
Summary Income Statement
For the year ended December 31, 2017

	2017	2016
Interest income		
Member loans	3,118,056	2,746,074
Investments	584,217	534,502
	3,702,273	3,280,576
Interest expense		
Cost of funds	1,160,848	1,021,028
	2,541,425	2,259,548
Gross financial margin		
Operating expenses		
Administration	486,613	496,491
Amortization	71,714	68,264
Member security	103,447	95,605
Occupancy	165,071	153,446
Organizational	84,828	83,830
Personnel	1,020,962	1,045,132
	1,932,635	1,942,768
Net operating income	608,790	316,780
Other income	444,624	465,435
Income before patronage refund and income taxes	1,053,414	782,215
Patronage refund	300,000	200,000
Income before income taxes	753,414	582,215
Income taxes (recovery)		
Current	129,258	83,097
Deferred	-	(2,000)
	129,258	81,097
Net income	624,156	501,118

The accompanying notes are an integral part of these financial statements

Beautiful Plains Credit Union Limited
Summary Statement of Changes in Members' Equity
For the year ended December 31, 2017

	<i>Member shares</i>	<i>Retained earnings</i>	<i>Total equity</i>
Balance December 31, 2015	2,010,456	7,241,383	9,251,839
Net income	-	501,118	501,118
Patronage refund	200,000	-	200,000
Issuance of member shares	885	-	885
Redemption of member shares	(107,176)	-	(107,176)
Balance December 31, 2016	2,104,165	7,742,501	9,846,666
Net income	-	624,156	624,156
Patronage refund	300,000	-	300,000
Issuance of member shares	865	-	865
Redemption of member shares	(88,382)	-	(88,382)
Balance December 31, 2017	2,316,648	8,366,657	10,683,305

The accompanying notes are an integral part of these financial statements

Beautiful Plains Credit Union Limited
Summary Statement of Cash Flows
For the year ended December 31, 2017

	2017	2016
Cash provided by (used for) the following activities		
Operating activities		
Interest received from members' loans	3,051,646	2,747,456
Interest and dividends received from investments	599,109	619,044
Other income received	444,624	465,427
Payments to suppliers and employees	(1,639,196)	(1,666,340)
Interest paid to members	(1,122,795)	(1,021,631)
Income taxes paid	(77,940)	(70,839)
	1,255,448	1,073,117
Financing activities		
Net change in member deposits	13,127,245	5,692,973
Issuance of member shares	865	885
Redemption of member shares	(88,382)	(107,176)
	13,039,728	5,586,682
Investing activities		
Net change in members' loans receivable	(15,373,256)	(5,882,260)
Proceeds on disposal of investments	1,907,245	11,711,430
Purchases of property and equipment	(36,047)	(94,347)
	(13,502,058)	5,734,823
Increase in cash and cash equivalents	793,118	12,394,622
Cash and cash equivalents, beginning of year	33,354,229	20,959,607
Cash and cash equivalents, end of year	34,147,347	33,354,229

The accompanying notes are an integral part of these financial statements