

Sydney Credit Union Limited
Summary Financial Statements
December 31, 2024

Sydney Credit Union Limited

Contents

For the year ended December 31, 2024

	Page
Report of the Independent Auditor on the Summary Financial Statements	
Summary Financial Statements	
Statement of Financial Position	1
Statement of Comprehensive Income.....	2
Statement of Changes in Members' Equity.....	3
Statement of Cash Flows.....	4
Note to the Summary Financial Statements	5
Schedules	
Schedule 1 - Members' Security Expenses	6
Schedule 2 - General Business Expenses.....	6
Schedule 3 - Occupancy Expenses	6

To the Members of Sydney Credit Union Limited:

Opinion

The summary financial statements, which comprise the summary statement of financial position as at December 31, 2024, and the summary statements of comprehensive income, changes in members' equity, cash flows and the related schedules for the year then ended, and related notes, are derived from the audited financial statements of Sydney Credit Union Limited (the "Credit Union") for the year ended December 31, 2024.

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

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by IFRS® Accounting 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 May 15, 2025.

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 the Note.

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.

Sydney, Nova Scotia

May 15, 2025


MNP LLP

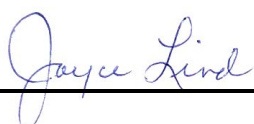
Chartered Professional Accountants

Sydney Credit Union Limited
Summary Statement of Financial Position
As at December 31, 2024

	2024	2023
Assets		
Cash and cash equivalents	19,755,413	8,505,416
Investments and deposits	68,309,962	48,411,191
Loans to members	268,084,696	244,960,700
Property, building and equipment	4,428,840	3,183,613
Other assets	2,716,048	1,679,405
Total assets	363,294,959	306,740,325
Liabilities		
Members' deposits	328,933,748	277,918,124
Accrued patronage rebate	396,035	306,800
Trade payables and accrued liabilities	1,038,231	1,393,755
Income taxes payable	121,664	1,212
Deferred tax liability	98,900	50,660
Total liabilities	330,588,578	279,670,551
Members' equity		
Equity shares	95,620	84,720
Retained earnings	27,497,094	25,661,509
Contributed surplus	5,113,667	1,323,545
Total members' equity	32,706,381	27,069,774
Total liabilities and members' equity	363,294,959	306,740,325

Approved on behalf of the board


 Director


 Director

Sydney Credit Union Limited
Summary Statement of Comprehensive Income
For the year ended December 31, 2024

	2024	2023
Income		
Interest on loans	12,891,712	10,472,389
Investment income	3,010,160	2,241,980
	15,901,872	12,714,369
Interest expense		
Interest on members' deposits	5,652,308	3,875,200
Loan interest and referral fees	214,298	397,319
	5,866,606	4,272,519
Gross financial margin	10,035,266	8,441,850
Other income	2,597,640	2,231,575
	12,632,906	10,673,425
Operating Expenses		
Personnel	4,811,026	3,910,154
Member's security (Schedule 1)	305,872	266,332
General business (Schedule 2)	4,074,745	3,370,276
Occupancy (Schedule 3)	599,269	489,723
Depreciation	155,088	146,692
	9,946,000	8,183,177
Income before provisions for (recovery of) loan losses and income taxes, and patronage rebate	2,686,906	2,490,248
Patronage rebate	396,000	306,800
Provision for (recovery of) loan losses	(187,890)	289,172
	208,110	595,972
Income before provision for (recovery of) income taxes	2,478,796	1,894,276
Provision for income taxes		
Current	592,738	470,998
Deferred	50,473	(3,940)
	643,211	467,058
Comprehensive income	1,835,585	1,427,218

Sydney Credit Union Limited
Summary Statement of Changes in Members' Equity
For the year ended December 31, 2024

	<i>Equity shares</i>	<i>Contributed surplus</i>	<i>Retained earnings</i>	<i>Total members' equity</i>
Balance December 31, 2022	84,035	1,323,545	24,234,291	25,641,871
Comprehensive income	–	–	1,427,218	1,427,218
Issuance of members' shares	7,355	–	–	7,355
Redemption of members' shares	(6,670)	–	–	(6,670)
Balance December 31, 2023	84,720	1,323,545	25,661,509	27,069,774
Comprehensive income	–	–	1,835,585	1,835,585
Business combination	11,740	3,790,122	–	3,801,862
Issuance of members' shares	6,390	–	–	6,390
Redemption of members' shares	(7,230)	–	–	(7,230)
Balance December 31, 2024	95,620	5,113,667	27,497,094	32,706,381

Sydney Credit Union Limited
Summary Statement of Cash Flows
For the year ended December 31, 2024

	2024	2023
Cash provided by (used for) the following activities		
Operating activities		
Comprehensive income	1,835,585	1,427,218
Depreciation	155,088	146,692
Deferred taxes	48,240	(3,940)
Changes in working capital accounts		
Loans to members	(23,123,996)	(9,240,539)
Other assets	(1,036,643)	(668,363)
Members' deposits	51,015,624	6,446,752
Accrued patronage rebate	89,235	(23,600)
Trade payables and accrued liabilities	(355,524)	396,494
Income taxes payable	120,452	(150,197)
	28,748,061	(1,669,483)
Financing activities		
Increase in members' shares, net	10,900	685
Investing activities		
Acquisition of property, building and equipment	(1,400,315)	(131,849)
Decrease (increase) in investments and deposits	(19,898,771)	5,345,160
	(21,299,086)	5,213,311
Funds on hand and on deposit acquired in business combination	3,790,122	—
Increase in cash and cash equivalents	11,249,997	3,544,513
Cash and cash equivalents, beginning of year	8,505,416	4,960,903
Cash and cash equivalents, end of year	19,755,413	8,505,416

Sydney Credit Union Limited
Note to the Summary Financial Statements
For the year ended December 31, 2024

Basis of preparation of the summary financial statements

Management has prepared the summary financial statements from the December 31, 2024 audited financial statements, which are prepared in conformity with IFRS® Accounting Standards. The audited financial statements can be obtained at Sydney Credit Union Limited. 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 complete financial statements, and that the summary 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.

Sydney Credit Union Limited
Schedule 1 - Members' Security Expenses
For the year ended December 31, 2024

	2024	2023
Members' security		
Bonding insurance	60,781	55,290
Deposit insurance	245,091	211,042
	305,872	266,332

Schedule 2 - General Business Expenses
For the year ended December 31, 2024

	2024	2023
General business		
Advertising and promotion	294,647	278,246
Service fees and charges	1,641,068	1,322,952
Central assessment and dues	430,168	350,463
Service contracts and maintenance	94,625	72,235
Courier and postage	52,978	46,758
Office	99,554	76,658
Scholarships	18,400	16,400
Professional fees	75,882	53,318
Telephone	36,285	37,376
Data processing	687,571	538,370
Educational	158,663	147,619
Miscellaneous	165,507	191,171
Security	164,873	111,476
Risk management and compliance	97,948	70,507
Administrative fees - RRSP	18,297	17,794
Courier	17,505	16,812
Credit bureaus	20,774	22,121
	4,074,745	3,370,276

Schedule 3 - Occupancy Expenses
For the year ended December 31, 2024

	2024	2023
Occupancy		
Municipal taxes	149,812	128,180
Repairs and maintenance	145,319	101,565
Heat, lights and water	118,490	102,400
Janitorial and cleaning supplies	112,785	104,494
Insurance	72,863	53,084
	599,269	489,723