



Management's Responsibility for Financial Reporting

These Condensed Consolidated Financial Statements have been prepared by management of Interior Savings Credit Union in accordance with the requirements of the Financial Institutions Act of British Columbia and were derived from the audited Consolidated Financial Statements that were prepared in accordance with International Financial Reporting Standards as at and for the year ended December 31, 2020.

Systems of internal control and reporting procedures are designed to provide reasonable assurance that financial records are complete and accurate so as to safeguard the assets of the organization. These systems include establishment and communication of standards of business conduct throughout all levels of the organization to provide assurance that all transactions are authorized and proper records maintained. Internal audit provides management with the ability to assess the adequacy of these controls.

The Board of Directors has approved these Condensed Consolidated Financial Statements. The Audit & Risk Committee of the Board, comprised of five directors, has reviewed the audited Consolidated Financial Statements with the external auditors, in detail, which have also been approved by the Board of Directors. The Audit & Risk Committee has received regular reports on internal control findings. MNP LLP, an independent firm of Chartered Professional Accountants appointed by the membership, audited the Consolidated Financial Statements of Interior Savings in accordance with Canadian generally accepted auditing standards, and have issued an unmodified audit opinion on these statements dated March 20, 2021.

A handwritten signature in black ink that reads "KConway".

Kathy Conway
President & CEO

A handwritten signature in black ink that reads "J. Tremblay".

Trevor Tremblay
Senior VP, Chief Financial & Risk Officer

Interior Savings Credit Union

Condensed Consolidated Financial Statements

For the year ended December 31, 2020 (\$ in thousands)

Condensed Consolidated Statement of Financial Position			2020	2019
Assets				
Cash and investments	\$	477,660	\$	320,460
Member and other loans		2,256,174		2,216,365
Property, plant, equipment and intangible assets		36,891		30,418
Investment in joint venture		30,186		30,040
Other assets		15,756		16,023
	\$	2,816,667	\$	2,613,306
Liabilities and Members' Equity				
Member deposits	\$	2,429,252	\$	2,193,579
Borrowings		117,875		165,778
Payables and other liabilities		49,081		43,862
Member shares		3,895		4,172
Members' equity		216,564		205,915
	\$	2,816,667	\$	2,613,306
Condensed Consolidated Statement of Income and Comprehensive Income				
Financial margin	\$	55,373	\$	54,991
Provision for loan impairment		(500)		(350)
Other income		21,442		17,837
Net interest and other income		76,315		72,478
Operating expenses		62,746		60,630
Operating income		13,569		11,848
Distribution to members		2,985		2,684
Gain on disposal of discontinued operations		0		1,016
Discontinued operations, net of tax		0		588
Income taxes		2,008		2,460
Net income	\$	8,576	\$	8,308
Other comprehensive income, net of tax		2,219		1,347
Total comprehensive income	\$	10,795	\$	9,655
Condensed Consolidated Statement of Changes in Members' Equity				
Members' equity, beginning of year	\$	205,915	\$	196,152
Comprehensive income		10,795		9,655
Member shares, net change		(146)		(58)
Disposal of equity investment		0		166
Members' equity, end of year	\$	216,564	\$	205,915

Certain prior year figures have been reclassified to conform to the current year's presentation.

Approved on behalf of the Board

[Signed] Pat Ryan

Chair, Board of Directors

[Signed] Bruce Tisdale

Chair, Audit and Risk Committee

These financial statements are condensed. Members may obtain a complete copy of the Audited Consolidated Financial Statements with accompanying notes at any branch.