



flinfloncreditunion

Annual Report

December 31, 2018



Investing at home

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Vision

To be the most trusted and valued financial service provider in Northern Manitoba.

Board of Directors

As of December 31st, 2018

*Denotes term expiring

Darren Grant*	President
Frank Fieber	Vice-President
Tina Tait	Secretary
Rod Gourlay	
Don Scott*	
Lorna Quinn	
Dawn Hlady	

Management and Staff

As of December 31st, 2018

Management

Kory Eastman	General Manager
Leslie Larocque	Member Service Manager
Lori Hvidsten	Administration Supervisor

Wealth Management & Commercial Lending

Charlyn Antoniow	Business & Investment Specialist
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Consumer Lending & Corporate Services

Shirley Lee	Financial Service Officer
Giselle Barron	Financial Service Representative
Hollie Olivier	Financial Service Representative
Judy Currie	Executive Assistant

Member Service

Desika Chute	Senior Member Service Representative
Carmen Madland-Fisher	Member Service Representative
Carrie Hume	Member Service Representative
Jessica Bartle	Member Service Representative

Flin Flon Credit Union Limited
Summary Financial Statements
For the year ended December 31, 2018

Report of the Independent Auditor on the Summary Financial Statements

To the Members of Flin Flon Credit Union Limited:

The summary financial statements, which comprise the summary statement of financial position as at December 31, 2018, and the summary statement of comprehensive income for the year then ended, are derived from the audited financial statements of Flin Flon Credit Union Limited (the "Credit Union") for the year ended December 31, 2018.

Report on Other Legal and Regulatory Requirements

As at December 31, 2018 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, 2018.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting 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 April 16, 2019.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements in accordance with International Financial Reporting Standards.

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.

Brandon, Manitoba

April 16, 2019

MNP LLP

Chartered Professional Accountants

MNP

Flin Flon Credit Union Limited
Summary Statement of Financial Position

As at December 31, 2018

	2018	2017
Assets		
Cash and cash equivalents	2,308,681	1,362,178
Accounts receivable	17,056	1,644
Investments and accrued interest	12,842,543	10,245,661
Members' loans receivable and accrued interest	41,140,514	41,628,781
Income taxes recoverable	1,291	10,247
Prepaid expenses	40,223	57,159
Property and equipment	1,417,546	1,429,192
Deferred tax	10,000	5,000
	57,777,854	54,739,862
Liabilities		
Member deposits and accrued interest	53,771,587	50,928,007
Accounts payable	60,000	68,680
	53,831,587	50,996,687
Members' equity		
Member shares	278,527	286,821
Retained earnings	3,667,740	3,456,354
	3,946,267	3,743,175
	57,777,854	54,739,862

Approved on behalf of the Board

Signed "Darren Grant"
President

Signed "Don Scott"
Audit Chair

A full set of audited financial statements is available from the Credit Union

Flin Flon Credit Union Limited
Summary Income Statement
For the year ended December 31, 2018

	2018	2017
Interest income		
Member loans	1,658,527	1,537,201
Investments	323,343	229,953
	1,981,870	1,767,154
Interest expense		
Cost of funds	706,267	563,974
	1,275,603	1,203,180
Gross financial margin		
	1,275,603	1,203,180
Operating Expenses		
Administration	533,254	451,332
Amortization	120,944	112,560
Member security	61,610	55,673
Occupancy	29,414	23,587
Organizational	52,317	52,677
Personnel	596,703	626,916
	1,394,242	1,322,745
Net operating expenses	(118,639)	(119,565)
Other income	449,114	450,237
Income before provision for impaired loans and income taxes	330,475	330,672
Provision for impaired loans	105,000	143,031
Income before income taxes	225,475	187,641
Provision for (recovery of) income taxes		
Current	19,089	26,940
Deferred	(5,000)	-
	14,089	26,940
Net income	211,386	160,701

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Flin Flon Credit Union Limited
Summary Statement of Changes in Members' Equity
For the year ended December 31, 2018

	<i>Member shares</i>	<i>Retained earnings</i>	<i>Total equity</i>
Balance December 31, 2016	291,826	3,295,653	3,587,479
Net income	-	160,701	160,701
Redemption of member shares	(5,005)	-	(5,005)
Balance December 31, 2017	286,821	3,456,354	3,743,175
Net income	-	211,386	211,386
Issuance of member shares	590	-	590
Redemption of member shares	(8,884)	-	(8,884)
Balance December 31, 2018	278,527	3,667,740	3,946,267

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Flin Flon Credit Union Limited Summary Statement of Cash Flows

For the year ended December 31, 2018

	2018	2017
Cash provided by (used for) the following activities		
Operating activities		
Interest received from members' loans	1,646,636	1,521,297
Interest and dividends received from investments	303,446	225,952
Service charges and other income received	433,702	451,688
Payments to suppliers and employees	(1,265,042)	(1,193,149)
Interest paid to members	(691,051)	(564,894)
Income taxes paid	(10,133)	(29,325)
	417,558	411,569
Financing activities		
Net change in member deposits	2,828,364	3,644,112
Issuance of member shares	590	-
Redemption of member shares	(8,884)	(5,005)
	2,820,070	3,639,107
Investing activities		
Net change in members' loans receivable	395,158	(4,498,635)
Purchases of investments	(2,576,985)	(473,760)
Purchases of property and equipment	(109,298)	(87,904)
	(2,291,125)	(5,060,299)
Increase (decrease) in cash and cash equivalents	946,503	(1,009,623)
Cash and cash equivalents, beginning of year	1,362,178	2,371,801
Cash and cash equivalents, end of year	2,308,681	1,362,178

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