

PRINCIPAL FINANCIAL RESULTS OF THE CAISSES AND FEDERATIONS OF MANITOBA AND NEW BRUNSWICK

The Manitoba and New Brunswick federations, comprising 36 caisses, are auxiliary members of the Fédération des caisses Desjardins du Québec. They are governed by their own legislation, regulations and by-laws.

COMBINED BALANCE SHEETS (UNAUDITED)⁽¹⁾

As at December 31

(in millions of \$)

	2008	2007 ⁽²⁾
Assets		
Cash and securities	\$ 735	\$ 712
Loans	2,582	2,435
Land, buildings and equipment	43	44
Other assets	36	34
Total assets	\$ 3,396	\$ 3,225
Liabilities and equity		
Deposits	\$ 3,066	\$ 2,890
Other liabilities	76	87
Equity		
Capital stock	36	39
Undistributed surplus earnings	14	26
Reserves	204	183
Total liabilities and equity	\$ 3,396	\$ 3,225

COMBINED STATEMENTS OF INCOME (UNAUDITED)⁽¹⁾

Years ended December 31, 2008

(in millions of \$)

	2008	2007
Interest income	\$ 195	\$ 185
Interest expense	86	79
Net interest income	109	106
Other income	32	41
Total income	141	147
Provisions for credit losses	7	—
Non-interest expense	113	113
Operating surplus earnings	21	34
Income taxes on surplus earnings	5	4
Surplus earnings before member dividends	16	30
Provision for member dividends	1	8
Tax recovery on provision for member dividends	—	(2)
Surplus earnings for the year after member dividends	\$ 15	\$ 24

(1) The Combined Balance Sheets and Combined Statements of Income include data from the caisses and federations in Manitoba and New Brunswick, after eliminating the transactions and balances of the caisses and federations among themselves. Because the financial years of the caisses do not coincide, the undistributed surplus earnings do not correspond to the surplus earnings presented in income.

(2) Data restated to reflect the presentation adopted as at December 2008.