

**Caisse populaire
Rideau-Vision d'Ottawa Inc.**

Transit no. : 00107

Summarized Financial Statements

As at December 31, 2018

Note: These summary financial statements have been extracted from the audited financial statements of Caisse populaire Rideau-Vision d'Ottawa Inc. for the year ended December 31, 2018, and do not contain all the disclosures required by International Financial Reporting Standards. The complete audited financial statements of Caisse populaire Rideau-Vision d'Ottawa as at December 31, 2018 can be viewed at the Caisse populaire Rideau-Vision.

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Caisse populaire Rideau-Vision d'Ottawa Inc.

Balance Sheet

As at December 31

<i>(in thousands of Canadian dollars)</i>	2018	2017
ASSETS		
Asset		
Cash	\$ 37,050	\$ 6,795
Investments	33,687	34,091
	70 737	40,886
Loans		
Personal	415,714	369,045
Business	379,549	311,746
	795,263	680,791
Allowance for credit losses	(895)	(1,287)
	794,368	679,504
Investment in the Federation	38,216	44,579
Other assets	15,269	18,776
Total assets	\$ 918,590	\$ 783,745
LIABILITIES AND EQUITY		
Liabilities		
Deposits		
Term savings	\$ 480,285	\$ 264,949
Other	260,012	270,924
	740,307	535,873
Borrowings	86,500	156,311
Other liabilities	13,302	9,507
	99,802	165,818
Total liabilities	840,109	701,691
Equity		
Capital stock	12,507	20,036
Retained earnings	56,096	44,385
Reserves	9,442	15,069
Accumulated other comprehensive income	436	2,564
Total equity	78,481	82,054
Total liabilities and equity	\$ 918,590	\$ 783,745

Caisse populaire Rideau-Vision d'Ottawa Inc.

Statement of Income

For the years ended December 31

<i>(in thousands of Canadian dollars)</i>	2018	2017
Interest income	\$ 25,192	\$ 20,045
Interest expense	11,441	7,424
Net interest income	13,751	12,621
Provision for credit losses	496	835
Net interest income after provision for credit losses	13,255	11,786
Other income	4,216	4,017
Other expenses		
Employees	4,997	4,825
Assessments paid to Desjardins group components	1,536	1,558
Computer services	1,017	900
Premises	1,686	1,624
General expenses	2,214	2,086
	11,450	10,993
Operating surplus earnings	6,021	4,810
Income on the investment in the Federation	3,600	4,036
Gain on changes in fair value of derivative financial instruments	(1,890)	3,143
Surplus earnings before taxes and member dividends	7,731	11,989
Income taxes expense	361	1,508
Surplus earnings before member dividends	7,370	10,481
Member dividends	1,188	-
Income tax recovery relating to member dividends	(220)	-
Net surplus earnings for the year after member dividends	\$ 6,402	\$ 10,481

Caisse populaire Rideau-Vision d'Ottawa Inc.

Statement of Comprehensive Income

For the years ended December 31

<i>(in thousands of Canadian dollars)</i>	2018	2017
Net surplus earnings for the year after member dividends	\$ 6,402	\$ 10,481
Other comprehensive income, net of income taxes		
Items that will not be subsequently reclassified to the Statement of Income		
Remeasurement of net defined benefit plan liabilities	(32)	(210)
Share of other comprehensive income attributable to the remeasurement of net defined benefit plan liabilities from the investment in the Federation's investment funds	285	(571)
	(253)	(781)
Items that will be subsequently reclassified to the Statement of Income		
Share of other comprehensive income from the investment in the Federation's investment funds	(1,430)	1,122
Reclassification to the Statements of Income related to the share of other comprehensive income from the investment in the Federation's investment funds.	(544)	(681)
	(1,974)	441
Total other comprehensive income	(1,721)	(340)
Comprehensive income for the year	\$ 4,681	\$ 10,141

Caisse populaire Rideau-Vision d'Ottawa Inc.

Statement of Changes in Equity

For the years ending December 31

	Capital stock	Retained earnings	Réserves					Accumulated other comprehensive income	Total equity
			Appreciation reserve – Derivative instruments	Appreciation reserve – Investment in the Federation's investment funds	Appreciation reserve – Employee benefit plans	Community development fund	Total reserves		
<i>(in thousands of Canadian dollars)</i>									
Balance as at December 31, 2016	\$ 19,827	\$ 40,728	\$ 268	\$ 11,297	\$ (1,909)	\$ 161	\$ 9,817	\$ 2,123	\$ 72,495
Net surplus earnings for 2017 after member dividends	-	10,481	-	-	-	-	-	-	10,481
Other comprehensive income for the year	-	(781)	-	-	-	-	-	441	(340)
Dividends on Class "C" Preferred shares - series 2012	-	(528)	-	-	-	-	-	-	(528)
Dividends on Class "B" Preferred shares - series 2003	-	(291)	-	-	-	-	-	-	(291)
Transfers to reserves	-	(5,224)	2,270	3,191	(208)	(29)	5,224	-	-
Change in shares held in the Federation's investment funds	-	-	-	28	-	-	28	-	28
Net change in capital stock	209	-	-	-	-	-	-	-	209
Balance as at December 31, 2017	\$ 20,036	\$ 44,385	\$ 2,538	\$ 14,516	\$ (2,117)	\$ 132	\$ 15,069	\$ 2,564	\$ 82,054
Effect of changes in accounting policies		206		149			149	(154)	201
Balance as at January 1st, 2018	20,036	44,591	2,538	14,665	(2,117)	132	15,218	2,410	82,255
Net surplus earnings for 2018 after member dividends	-	6,402	-	-	-	-	-	-	6,402
Other comprehensive income for the year	-	253	-	-	-	-	-	(1,974)	(1,721)
Dividends on Class "C" Preferred shares - series 2012	-	(529)	-	-	-	-	-	-	(529)
Dividends on Class "B" Preferred shares - series 2003	-	(496)	-	-	-	-	-	-	(496)
Transfers to reserves	-	5,875	(1,390)	(4,482)	50	(53)	(5,875)	-	-
Change in shares held in the Federation's investment funds	-	-	-	99	-	-	99	-	99
Net change in capital stock Class "B" Preferred shares redemption	(7,529)	-	-	-	-	-	-	-	(7,529)
Balance as at December 31, 2018	12,507\$	56,096\$	1,148\$	10,282\$	(2,067)\$	79\$	9,442\$	436\$	78,481\$

Caisse populaire Rideau-Vision d'Ottawa Inc.

Statement of Cash Flows

For the years ending December 31

<i>(in thousands of Canadian dollars)</i>	2018	2017
Cash flows from (used in) operating activities		
Surplus earnings before taxes and member dividends	\$ 7,731	\$ 11,989
Non-cash adjustments:		
Net provision for credit losses	496	835
Depreciation of property, plant and equipment	468	466
Net defined benefit plan liabilities	389	481
Loss on disposal of property, plant and equipment	-	7
Loss (income) related to recognition of derivative financial instruments at fair value	1,890	(3,143)
Income on other investments in the Federation	(3,600)	(4,036)
Changes in operating assets and liabilities:		
Net change in loans	(115,360)	(68,577)
Net change in member deposits	204,434	50,255
Other changes	4,048	(3,329)
Income taxes received (paid) on surplus earnings during the year	(480)	(981)
Member dividends paid	-	-
	100,016	(16,033)
Cash flows from (used in) financing activities		
Transactions related to borrowings:		
Net change in line of credit	(27,561)	27,561
Net change in term loan	(42,250)	(20,750)
(Redemption) Issuance of Class "B" Preferred shares - series 2003	(7,529)	209
Other net change in capital stock	(4)	1
Dividends on Class "B" Preferred shares - series 2003	(496)	(291)
Dividends on Class "C" Preferred shares - series 2012	(529)	(528)
	(78,369)	6,202
Cash flows from (used in) investing activities		
Net change in investments	404	(423)
Amount received on other investments in the Federation	8,367	272
Acquisition of property, plant and equipment	(163)	(208)
	8,608	(359)
Net increase (decrease) in cash	30,255	(10,190)
Cash at beginning of year	6,795	16,985
Cash at end of year	\$ 37,050	\$ 6,795
Supplemental information on cash flows from (used in) operating activities		
Interest paid	\$ (10,750)	(7,767)
Interest received	28,134	(23,893)