



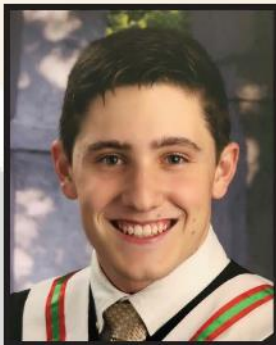
ANNUAL REPORT 2021

TABLE OF CONTENTS

| | |
|---|----|
| Winners of the 2021 OPPA Credit Union Educational Scholarship Awards | 2 |
| 2021 Photo Highlights | 3 |
| 50 th Anniversary Memories | 4 |
| Minutes of the 49 th Annual General Meeting | 5 |
| Report of the Board of Directors | 10 |
| Report of the Chief Executive Officer | 11 |
| Report of the Director, Credit and Compliance | 13 |
| Audit Committee Report | 15 |
| Five Year Operating Highlights | 17 |
| Board of Directors | 18 |
| Management and Staff | 19 |
| Service Awards | 20 |
| Management's Responsibility for Financial Reporting | 21 |
| Auditor's Report and Summary Financial Statements | 22 |



financial backup for life.



Robert
McCollum-Kuntz



Britney Bain



Naomi Morrow

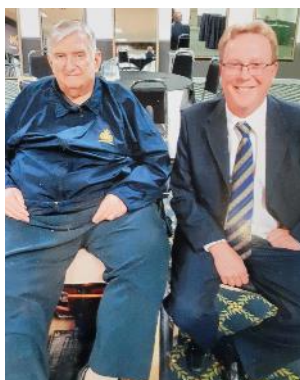
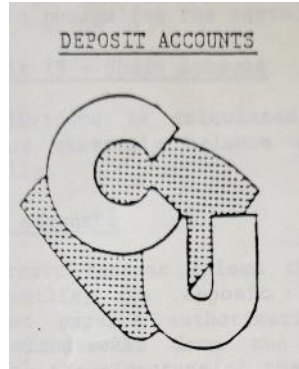
2021

**Scholarship
WINNERS**

The strategic direction of the OPPA Credit Union is to give back to the membership and provide advice in life events. The intent of the Educational Scholarship Award is to provide funding for the post-secondary educational needs of our members' children and to increase awareness of OPPA Credit Union services.

2021 PHOTO HIGHLIGHTS





MINUTES OF THE 49th ANNUAL MEETING

ONTARIO PROVINCIAL POLICE ASSOCIATION CREDIT UNION LIMITED

HELD ELECTRONICALLY VIA WEBEX ON APRIL 20, 2021

Once members were connected to the meeting Sherri provided information on how they could ask questions or make comments during the meeting.

The meeting was called to order at 6:03 p.m. by John Tod, Vice Chair of the Board of Directors. John advised that he would be chairing the meeting tonight on behalf of the board chair, Fred Bertucca as Fred announced in late March that he will be stepping down from the board after this meeting.

It was confirmed that a quorum was present with 40 members having registered for and completed the online vote, 44 members registered for and in attendance at the virtual meeting along with 4 guests:

- Mike Ivkovic - Concentra
- Dale Tinkham – Tinkham LLP
- Ruth Sokolik – CUMIS
- Peter Stravropoulos – Financial Services Regulatory Authority of Ontario

An official welcome was extended to all in attendance.

A moment of silence was held in remembrance of all OPPA Credit Union members who passed away during the last year.

ADOPTION OF 2020 ANNUAL REPORT

John Tod presented the results of the electronic vote that was held prior to the Annual General Meeting. He noted that a motion was presented to approve the adoption of the 2020 Annual Report and all reports and minutes contained therein and that there were 40 Members who registered for and completed the online vote. All 40 members voted to approve this motion.

MOTION That the 2020 Annual Report and all reports and minutes contained therein, be adopted as published.

VOTE – 40 FOR
CARRIED

AUDITORS' REPORT

The Auditors' Report for the year 2020 was reviewed by Dale Tinkham of Tinkham LLP.

Dale thanked OPPA Staff for their efforts in supporting the audit. He confirmed that Tinkham LLP has audited the IFRS financial statements and in their opinion, they are presented fairly and in accordance with the IFRS accounting framework. He reviewed the balance sheet noting significant growth in loans and deposits as well as the pay down of external borrowings and a reduction in the securitization liabilities. He noted that the credit union is continuing to de-leverage and noted that he thinks this is a positive trend. Overall, the financial position continues to improve in 2021. Dale reviewed the statement of comprehensive income noting that interest revenues are down along with the decline in the financial margin, however operating expenses are down as well. He noted that net operating income before the bond loss was up to approximately \$415,000 in 2020 compared to \$281,000 the previous year, which reflects improved financial performance. In summary he noted the credit union continues a profitable growth trend and is maintaining its sound financial condition with over \$10M in equity this year.

NEW BUSINESS

APPOINTMENT OF AUDITORS

John Tod presented the results of the electronic vote that was held prior to the Annual General Meeting to appoint auditors for 2021. He noted that a motion was presented to appoint Tinkham LLP, Chartered Professional Accountants as auditors for the fiscal year ending December 31, 2021. He noted that there were 40 Members who registered for and completed the online vote, and all voted in favour.

MOTION To appoint Tinkham LLP, Chartered Professional Accountants as auditors for the fiscal year ending December 31, 2021.

VOTE – 40 FOR
CARRIED

ELECTION OF OFFICERS

John Tod called on Sandy Thomas, Chair of the OPPA Credit Union Nominating Committee to act as Election Chairperson for the election of officers. The one position expiring at this Annual Meeting (Steve Ridout), was declared vacant.

Sandy Thomas brought forth names of the qualified nominees confirming that Steve Ridout has submitted his intent to stand for re-election and that he qualifies for Director Eligibility as outlined in the Credit Union

Act, Sections 91 and 92 and has no conflict of interest to declare as per the Credit Union Act, Section 146 (1).

Sandy Thomas announced that as there was one qualified nominee for the one vacancy and there were no further candidates, Steve Ridout was declared elected by acclamation for a three-year term.

Sandy confirmed that Fred Bertucca, recently advised the Board that he will be stepping down from his position of credit union director and that this will leave a vacant position. She noted that due to the timelines the Board will begin the recruitment process to fill the vacancy after the AGM. This will ensure a transparent selection process to achieve an overall balance of required and desired skill across the board given the current composition of the board of directors.

CEO REPORT

Bill Whyte reported to the membership, reviewing 2020 and the impact Covid 19 had on the credit union. He noted the steps taken to ensure the safety of employees and members advising that we worked under a modified operating model to reduce the number of employees in the branch and ensure that social distancing was practical and feasible in the office. He advised that new technology was provided to all staff members to support this model and to ensure that working from remote locations was feasible and that members were supported regardless of and employee's location. Safety barriers were installed in the branch and a new ATM was added to the Barrie location to increase both convenience and options for member. He confirmed that to date no employees have contracted Covid-19 and no members have contracted it in our office to the best of our knowledge.

Bill Whyte provided some business highlights and updates noting that despite the challenges of the COVID-19 pandemic, 2020 was a successful year for the credit union. He noted that without the impact of the derivative transaction, profit would have been up approximately 30% from the previous year, at a time when many other financial institutions were experiencing reductions. While we did see a reduction in our financial margins in 2020, we were able to offset this through cost efficiencies that we started undertaking in 2019 as well as growth in other income areas including visas, wealth and increased mortgage business which has generated some income from fees.

In 2020 we saw record deposit growth of almost 14% in on book deposits and investments as well as almost 25% increase in our wealth portfolio. On the other side of the balance sheet, we had a record number of credit applications including issuing more than 250 new visas to our membership base. He further noted that in 2020 the credit union had more than 400 new members join.

Bill Whyte then provided a strategy update to the membership noting that a strategic planning session was held in the fall and four key items were identified by board for review and action in 2021.

The first of these items was Technology. As we are a virtual financial institution for many of our members, we are looking at ways to accelerate timetable for improved electronic interactions. He advised that we have already made progress in this area with a live chat option coming to our website in May and mobile pay for debit cards coming in this summer. Management continues to explore options in the technology area to continuously meet the needs of our members.

Items two and three identified in the planning session were building Strategic Partnerships as well as collaboration options. Again, we have made progress in this area having recently entered into a strategic partnership with All Purpose Realty. This partnership offers the opportunity for members to receive cash back on home sales and/or purchases. We continue to look for other opportunities in this area as well.

The final key item of focus in 2021 will be to continue looking for ways to improve productivity and efficiencies.

In 2020 we also increased communication with our membership through e-newsletters as well as web site, mobile updates and social media platforms. We reached out to members for feedback which led to the new services we will be offering such as mobile pay and chat.

RECOGNITION AWARDS

Bill Whyte recognized Fred's service on the board noting that Fred has been on the Board since 2008 and during his tenure he has served on audit committee, policy review committee, CEO Performance Management committee and nominating committee. Fred held the position of Vice Chair from 2013-2016 and most recently has been our Board Chair. Bill Whyte noted that his contributions to the credit union will be long felt and that his leadership, vision, and friendship will be missed.

John Tod announced staff Service Awards for Colleen Jacobs and Sherri deGroot for 5 years of service, Shannon Antonio and Bonnie Elliott for 10 Years of Service, Andrew Shannon for 15 years of service and Tammy LaloMalec for 20 years of service.

Bill Whyte also announced the recent retirement of Rosanne Wyer.

QUESTION AND ANSWER PERIOD

As there were no live questions asked during the meeting. Bill Whyte answered the questions that were submitted online prior to the meeting.

Can you explain the movement towards deposit growth and the benefits that achieved/future growth will serve to the Credit Union?

Bill Whyte answered this question noting that we were a little over reliant on securitization as a way to fund our mortgage lending at the credit union and growing our deposits has helped us to reduce this significantly. He noted that we still feel that securitization is a good lever to use, and we will continue to include it as an option, however we don't want to be over dependent on it.

What are the short-term and long-term strategic priorities for the CU?

Bill Whyte noted that he discussed this a little earlier as part of his CEO Report, however he noted that short term goals would be the focus on technology both for members to have quick and convenient access to services online but also from an internal perspective for increased productivity and efficiency. He advised that our longer-term focuses are developing strategic partnerships and collaboration opportunities.

DOOR PRIZES

A draw was held for door prizes.

ADJOURNMENT

Meeting was Adjourned at 6:27pm.

A handwritten signature in black ink, appearing to read "Fred Bertucca".

Fred Bertucca
Board Chair

A handwritten signature in black ink, appearing to read "Karen Zammit".

Karen Zammit
Corporate
Secretary

REPORT OF THE BOARD OF DIRECTORS

On behalf of the OPPACU Board of Directors, it is my privilege to present the 2021 Annual Report of the OPPA Credit Union.

2021 carried with it the ongoing challenges of the COVID-19 pandemic. The Credit Union staff continued to work exceptionally well in the continually changing environment and maintained the level of service our members expect, while adhering to provincial health guidelines.

Low financial margins continued to impact the broader credit union and banking industry. In 2021, the OPPA CU has been able to develop effective pricing models and has met its financial performance goals, despite this difficult environment.

In 2021 we also remained focused on completing our 5-year plan of investment in technology and process efficiencies. Member focused service delivery remains our priority, while we streamline our administrative processes.

Our membership continued to grow in 2021 with new members including recruits, auxiliary and new OPP staff, both civilian and uniform. The OPPA CU continues to deepen its business with members by growth in multiple lines of business.

The strength of our business model involves close partnerships with the OPP and the OPP Association. In 2021 we continued to work closely with our partners to maximize the benefits of our collaboration and have been present at OPP, OPPA and OPPVA events, committees and presentations.

After another challenging year, we thank the Credit Union leadership team and staff for their tenacity to continue to deliver exceptional service to our members through unprecedented times. As we all settled into the new norms of the pandemic, our focus remained with the members and their financial wellness.

And thank you, our Members for trusting us as your *financial backup for life*.



A handwritten signature in dark ink, appearing to read 'M. Lewandowski'.

Matthew Lewandowski –Chair

REPORT OF THE CHIEF EXECUTIVE OFFICER

Like 2020, 2021 proved to be both a challenging and very successful year for the OPPA Credit Union. We continued to execute against our 5-year strategy and successfully delivered on several key tactics. Our strategic plan is considered fundamental to our success, and tactics such as continuous process improvements, expanding our product and service offerings, and leveraging technology to meet more of our Member's needs are critical.

It is noted that COVID-19 continued to be an issue in 2021 that most businesses wrestled with. The OPPA Credit Union team remained flexible and adapted to the COVID-19 realities while ensuring we met our Member's financial needs throughout the year.

Some notable accomplishments from 2021 were:

- We grew our deposits a record amount in 2021 and continue to lessen our dependency on securitization to fund lending for our Members.
- We saw tremendous growth in our wealth portfolio as we ensured we are positioned to meet ALL our Member's needs.
- We saw solid growth in our loan portfolio as many Members purchased their first home.
- We continued to communicate to our Members through regular e-newsletters, and other channels, such as email, social media, web, app and in-person presentations.
- Seminars and meetings, such as our pre-retirement seminars and our AGM were delivered virtually.
- We continue to revamp our website to improve our overall communication to our Members, highlighting our services and product offerings, and providing appropriate information in a more timely and succinct manner.
- We continue to migrate our paper-based systems to electronic channels. We also provide e-sign options to enhance our services and improve overall convenience for our Members.
- Finally, we experienced strong net profit results through our five-year strategy implementation.

As I noted earlier, 2021 was both successful and challenging. The challenge in 2021 was about new aggressive competitors and the continued realities of dealing with COVID 19. After years of employee stability, we did experience several retirements, and some turn over in our existing staff in 2021. This was anticipated and our new robust training plans kicked into effect and have assisted our new employees with a smooth transition to their roles.

Given the prolonged record low interest rates in 2021, OPPA CU's overall margin was lower than expected. As identified in our strategic plan, more reliance was placed on growth of our other income, driven by Visa, Wealth, and increased Creditor Insurance sales. These strategies, coupled with streamlined expenses, assisted the OPPA CU in absorbing the financial margin revenue decrease, and exceeding our overall profit plan.

In conclusion, we will continue to expand our services and product offerings in 2022, and enhance our bottom-line earnings through ongoing technology enhancements, streamlined processes and overall growth of our Membership base. I would like to thank our Members, our employees, the management team, and the Board of Directors for their commitment, dedication, and efforts throughout 2021.



A handwritten signature in black ink, appearing to read 'Bill Whyte', written over a horizontal line.

Bill Whyte
Chief Executive Officer

REPORT OF THE DIRECTOR, CREDIT AND COMPLIANCE

While the ongoing pandemic continued to present many unprecedented challenges in 2021, the OPPA Credit Union continued to meet and satisfy our members borrowing needs granting \$90,917,780.51 in new loans and mortgages, up just over 15% for the second year in a row.

We assisted over 228 new recruits get started with their new careers with the OPP by providing funds needed for their Ontario Police College tuition.

We advanced over 190 new mortgages in 2021 assisting many first-time homeowners realize their goal of home ownership; and we provided mortgages, bridge loans and valuable experience-based guidance and advice to several members relocating their families to follow their career goals with the OPP.

| Loan Type | Number of Loans | | | Loan Value | | |
|-----------------------------|-----------------|------|------|--------------|--------------|--------------|
| | 2019 | 2020 | 2021 | 2019 | 2020 | 2021 |
| Personal Loans | 65 | 70 | 50 | \$1,398,272 | \$1,634,479 | \$1,614,863 |
| Personal Lines of Credit | 72 | 64 | 96 | \$1,412,970 | \$2,052,300 | \$1,766,000 |
| Recruit Loans | 96 | 159 | 228 | \$1,221,715 | \$2,398,878 | \$3,433,721 |
| Mortgages | 160 | 187 | 190 | \$43,454,647 | \$55,086,214 | \$63,555,730 |
| Commercial Mortgages | 7 | 9 | 7 | \$1,514,043 | \$1,565,172 | \$1,785,828 |
| Bridge Loans | 30 | 17 | 19 | \$10,630,150 | \$7,612,270 | \$10,355,881 |
| Home Equity Lines of Credit | 79 | 73 | 79 | \$8,730,877 | \$8,284,002 | \$8,405,757 |
| Totals | 509 | 579 | 669 | \$68,362,673 | \$78,633,315 | \$90,917,781 |

Number of loans declined in 2021 - 21

Delinquent loans over 90 days at December 31, 2021 - 0

The statistics outlined above represent the number of loans and mortgages advanced in 2021 with 2020 and 2019 figures included for comparison.

We continue to follow our fundamental principal of establishing life-long relationships with our members, while we respond to changes within the financial industry.

To manage credit risk, our loan portfolio is constantly reviewed to ensure that the lending function is managed within industry standards and that items such as delinquency and loan write-offs are kept to a minimum.

In conclusion I would like to recognize our Financial Advisors, our Financial Service Representatives and all support staff for their dedication, hard work and support throughout the year. We remain constant with our intention to provide financial services for our members while we create a sustainable future for the credit union.



A handwritten signature in black ink that reads "K Zammit". The signature is stylized with a large, looped 'Z' and a cursive 'K'.

Karen Zammit
Director, Credit and Compliance

AUDIT COMMITTEE REPORT

The Audit Committee of the Board of Directors fulfils the responsibilities of the Audit Committee as set out in the Credit Unions and Caisse Populaire's Act (Ontario)(the "Act") and conducts its affairs in accordance with the requirements of the Act and its accompanying regulations. Our Audit Committee consists of three Board appointed members, with the CEO and Board Chair as ex-officio members.

The Audit Committee's function is to assist the Board of Directors fulfil its oversight responsibilities. It does this by reviewing the financial information and reporting processes, including the risks and controls related to those processes which management and the Board have established.

The Committee held 4 meetings during 2021 to complete their responsibilities. Key activities included:

- Serve as the principal communication link between the external auditors and the Board of Directors and in particular review the terms of engagement and scope of the audit and review the Credit Union's annual financial statements prior to Board approval for issuance to members.
- Review the performance of the Internal and External Auditors.
- Monitor the adherence of Directors, Officers, and employees with the Credit Union's policies and code of conduct.
- Review outstanding legal issues.
- Review risk management issues.
- Enterprise Risk Management - Ensure that emerging risks are identified, and mitigation strategies are in place and communicated to the Board of Directors.
- Serve as the Boards liaison with the internal auditor and review the internal audit mandate, work plans and reports.
- Complete a self-assessment on the effectiveness of the Committee and take the necessary steps to ensure effectiveness.

The audited financial statements for the fiscal year ended December 31, 2021 have been reviewed and the Committee recommends their acceptance and approval by the Board of Directors. The Audit Committee also recommends the approval of Tinkham LLP to perform the annual external audit for 2022.

Based on its findings, the Audit Committee issues reports and makes recommendations to the Board of Directors or Senior Management, as appropriate, with respect to the matters outlined above. Appropriate follow up is conducted to ensure that the recommendations are considered and implemented.

In 2021 the Committee worked closely with Senior Management receiving full cooperation and support. Management has implemented all Committee recommendations and there are no matters which the Committee believes should be reported to the members or which are required to be disclosed pursuant to the Act or the regulations.



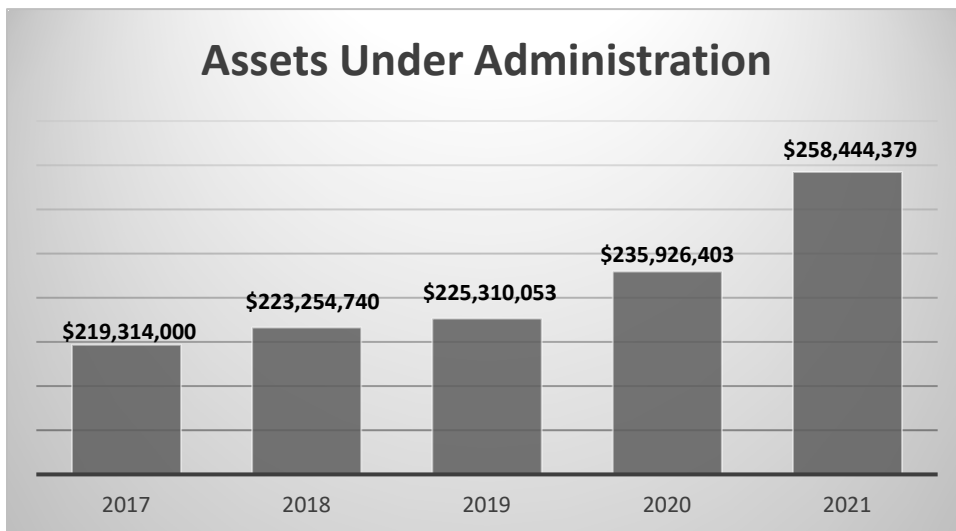
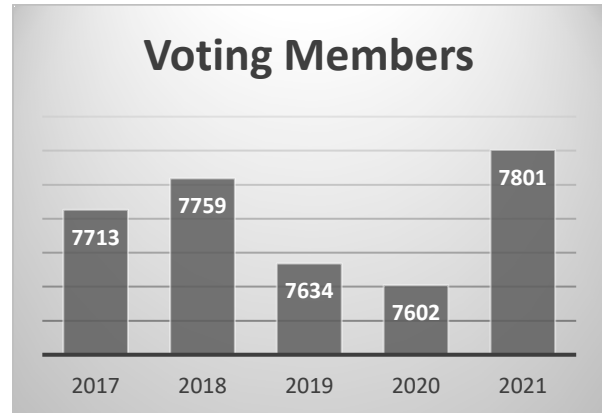
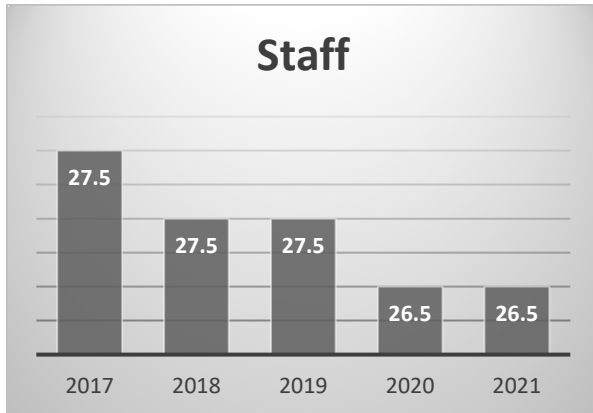
A handwritten signature in dark ink, appearing to read 'Steve Ridout', written over a horizontal line. Below the signature, the word 'Chair' is printed in a small, sans-serif font.

Steve Ridout
Audit Committee Chair

Committee Members:

Steve Ridout, Chair
Norm Feaver
Sandy Thomas

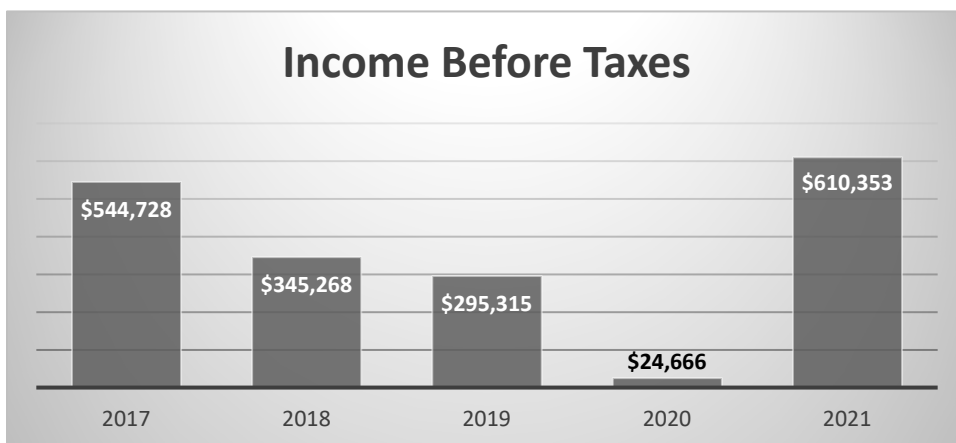
FIVE YEAR OPERATING HIGHLIGHTS



Total new memberships in 2021 were 488.

We continue to review and close inactive memberships and dormant accounts.

Members under 18 are not included in the annual total.



Printed copies of complete financial statements, along with accompanying notes and all required disclosures are available by request. Call 1-800-461-4288 or contactus@oppacu.com

BOARD OF DIRECTORS 2021-2022



| | Date Elected | Term Expires |
|----------------------------|--------------|--------------|
| Matthew Lewandowski, Chair | 2013 | 2022* |
| John Tod, Vice-Chair | 2014 | 2023 |
| Steve Ridout, Audit Chair | 2006 | 2024 |
| John McDougall, Director | 2021 | 2022 |
| Norm Feaver, Director | 2020 | 2023 |
| Harold Coffin, Director | 2019 | 2022* |
| Sandy Thomas, Director | 2019 | 2022* |

* Term expires at Annual Meeting held in 2022



We would like to take this opportunity to recognize and pay tribute to Fred Bertucca. Fred most recently served the OPPACU Board in the capacity of President. Fred served over 4 terms, 13 years with the Board, and held the position of Director and President. Fred played an integral role in our organization's strategic planning and contributed to our overall growth and success. Fred's leadership and contribution will be greatly missed but his legacy will live on through the relevance and peace of mind that the OPPA Credit Union provides to all our members. He will be greatly missed.

Everyone who worked with Fred agrees, his welcoming nature and infectious laugh were among a long list of great qualities that Fred possessed. Our deepest sympathies and thoughts are with Fred's family & friends.

There are some who bring a light so great to the world that even after they have gone, the light remains.

In Memoriam

Our deepest sympathy is extended to the families of the OPPA Credit Union members who passed away during 2021.

MANAGEMENT AND STAFF (@ DECEMBER 31, 2021)

CHIEF EXECUTIVE OFFICER

Bill Whyte

CHIEF FINANCIAL OFFICER

Andrew Shannon

MANAGEMENT

Karen Zammit - Director, Credit and Compliance

Shelagh Pepper – Director, Employee Services*

Sherri-Ann Degroot – Director, Brand & Business Development

James Page - Director, Member Experience & Financial Services

FINANCIAL ADVISORS

Shannon Antonio

Jennifer Collins

Casey Thompson

Carla Kruger

Stacey Zigah

LOAN & MORTGAGE ADMINISTRATION

Shawna Cleaveley

Shelley Jong

Bonnie Elliot

Melisa Sukhdeo

Bettyann McKee

Cherylanne McMackin

FINANCIAL SERVICES REPRESENTATIVES

Cory Hunter

Jolene Hollmann

MEMBER SUPPORT TEAM

Dale Gamble – Supervisor, Member Solutions & Support

Danita McKenzie

ACCOUNTING

Anita Plewes - Supervisor

Iris Bilokrely - Co-Ordinator, Banking System & Administration

Colleen Jacobs - Clearing & Accounting Administrator

BOARD & COMPLIANCE ADMINISTRATOR – Tammy LaloMalec
DEVELOPMENT & TRAINING OFFICER – Laurie Dennis*

*Part-time

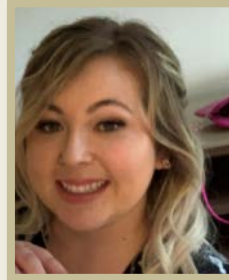
STAFF SERVICE AWARDS

Each year presentations are made to staff recognizing significant milestones in their career with the OPPA Credit Union. We are pleased to present the following awards at the 2021 Annual General Meeting:

5 Years



Stacey Zigah
Financial Advisor



Shawna Cleaveley
Administration Lead

10 Years



Dale Gamble
Supervisor Member
Solutions & Support



Jolene Hollmann
Financial Services
Representative

CONGRATULATIONS!

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying summarized financial statements of OPPA Credit Union Limited and all the information in this annual report are the responsibility of Management and have been approved by the Board of Directors.

The financial statements have been prepared by Management in accordance with International Financial Reporting Standards. When alternative accounting methods exist, Management has chosen those it deems most appropriate in the circumstances. Financial statements are not precise since they include certain amounts based on estimates and judgements. Management has determined such amounts on a reasonable basis to ensure the financial statements are presented fairly, in all material respects. Management has prepared the financial information presented elsewhere in the annual report and has ensured that it is consistent with that in the financial statements. OPPA Credit Union maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable, and accurate and that the Credit Union's assets are appropriately accounted for and adequately safeguarded.

The Board of Directors is responsible for ensuring that Management fulfils its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Board carries out this responsibility principally through its Audit Committee. The Audit Committee is appointed by the Board. The Committee meets periodically with Management and the external auditors to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy itself that each party is properly discharging its responsibilities and to review the annual report, the financial statements and the external auditors' report. The Committee reports its findings to the Board for consideration when approving the financial statements for issuance to the owners.

The financial statements have been audited by Tinkham LLP, the external auditors, in accordance with Canadian generally accepted auditing standards on behalf of the owners. Tinkham LLP has full and free access to the Audit Committee.




Bill Whyte
Chief Executive Officer




Andrew Shannon
Chief Financial Officer

AUDITOR'S REPORT AND SUMMARY FINANCIAL STATEMENTS

TINKHAM LLP | CHARTERED
PROFESSIONAL
ACCOUNTANTS

D C Tinkham FCPA FCA CMC LPA
P J Brocklesby CPA CA LPA
M Y Tkachenko CPA CA
M W G Rooke CPA CA LPA
A C Callas CPA CA LPA
G P Kroeplin CPA
C R Braun CPA CA
H S Grewal CPA

300 - 2842 Bloor Street West
Toronto Ontario M8X 1B1
Canada

TEL 1 416 233 2139
TOLL FREE 1 877 283 3305
FAX 1 416 233 1788

TINKHAMCPA.COM

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS

To the Members of
ONTARIO PROVINCIAL POLICE ASSOCIATION CREDIT UNION LIMITED

Opinion

The summary financial statements, which comprise the summary balance sheet as at December 31, 2021 and the summary statement of comprehensive income for the year then ended are derived from the audited financial statements of Ontario Provincial Police Association Credit Union Limited for the year ended December 31, 2021.

In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements on the basis described in the note to the summary financial statements.

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 summary financial statements and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated February 28, 2022.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements on the basis described in the note to the summary financial statements.

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 Standard 810, Engagements to Report on Summary Financial Statements.

TORONTO, Ontario
February 28, 2022



Licensed Public Accountants

ONTARIO PROVINCIAL POLICE ASSOCIATION CREDIT UNION LIMITED**Summary Balance Sheet**

| As at December 31 | 2021 | 2020 |
|---|-----------------------|-----------------------|
| Assets | | |
| Cash | \$ 4,956,835 | \$ 4,603,459 |
| Investments | 13,640,380 | 14,269,153 |
| Loans to members | 216,003,458 | 202,798,650 |
| Other assets | 1,280,709 | 949,996 |
| Property and equipment | 769,509 | 775,739 |
| | \$ 236,650,891 | \$ 223,396,997 |
| Liabilities, Member Entitlements and Members' Equity | | |
| Liabilities | | |
| Accounts payable and accrued liabilities | 1,481,668 | 2,264,708 |
| Income taxes payable | 88,197 | - |
| Securitization liabilities | 38,477,286 | 42,988,569 |
| | 40,047,151 | 45,253,277 |
| Member entitlements | | |
| Members' deposits | 185,110,409 | 167,097,022 |
| Members' share capital | 1,015,569 | 1,041,632 |
| | 186,125,978 | 168,138,654 |
| Members' equity | | |
| Retained earnings | 10,524,055 | 10,005,066 |
| Accumulated other comprehensive loss | (46,293) | - |
| | 10,477,762 | 10,005,066 |
| | \$ 236,650,891 | \$ 223,396,997 |

ONTARIO PROVINCIAL POLICE ASSOCIATION CREDIT UNION LIMITED**Summary Statement of Comprehensive Income**

| Year ended December 31 | 2021 | 2020 |
|---|-------------------|------------------|
| Financial income | | |
| Interest on loans to members | \$ 6,202,207 | \$ 6,386,714 |
| Investment interest and dividends | 95,652 | 209,683 |
| | 6,297,859 | 6,596,397 |
| Financial expense | | |
| Interest on members' deposits | 2,111,404 | 2,063,996 |
| Interest on securitization liabilities | 837,546 | 1,110,312 |
| Interest on external borrowings | 30,135 | 65,615 |
| Provision for impaired loans to members | 21,500 | 10,000 |
| | 3,000,585 | 3,249,923 |
| Financial margin | 3,297,274 | 3,346,474 |
| Other income | 1,169,983 | 725,503 |
| Operating expenses | 3,856,904 | 3,656,820 |
| Income before income taxes and bond forward agreement | 610,353 | 415,157 |
| Loss on bond forward derivative | - | 390,491 |
| Income taxes | 91,364 | 4,150 |
| Net income for the year | \$ 518,989 | \$ 20,516 |
| Other comprehensive loss, net of tax | | |
| Unrealized loss on investments (net) | (46,293) | - |
| Net comprehensive income for the year | \$ 472,696 | \$ 20,516 |

Note to the Summary Financial Statement

The Summary financial statements are derived from the audited financial statements, prepared in accordance with International Financial Reporting Standards, as at December 31, 2021 and December 31, 2020 and for the years then ended.

The preparation of these summary financial statements requires management to determine the information that needs to be included to ensure they are consistent in all material respects with, or represent a fair summary of, the audited financial statements.

Management prepared these summary financial statements using the following criteria:

- (a) The summary financial statements include a statement for each statement in the audited financial statements, except the statement of members' equity and statement of cash flows, which can be obtained from the complete set of audited financial statements;
- (b) Information in the summary financial statements agrees with the related information in the audited financial statements;
- (c) Major subtotals, totals and comparative information from the audited financial statements are included; and
- (d) The summary financial statements contain the information from the audited financial statement dealing with matters having pervasive or otherwise significant effect on the summary financial statements.

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



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123 Ferris Lane, Barrie ON, L4M 2Y1