

**REPORT OF THE INDEPENDENT AUDITOR
SUMMARY FINANCIAL STATEMENTS**

To the Members of Lake View Credit Union

The accompanying summary financial statements, which comprise the summary statement of financial position as at December 31, 2015, the summary statement of comprehensive income and summary statement of changes in members' equity for the year then ended, are derived from the audited financial statements of Lake View Credit Union for the year ended December 31, 2015. We expressed an unmodified audit opinion on those financial statements in our report dated February 29, 2016.

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of Lake View Credit Union.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of a summary of the audited financial statements in accordance with Article 128 of the Financial Institutions Act of British Columbia.

Auditor's Responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810 "Engagements to Report on Summary Financial Statements".

Opinion

In our opinion, the summary financial statements derived from the audited financial statements of Lake View Credit Union for the year ended December 31, 2015 are a fair summary of those financial statements, in accordance with criteria described in Article 128 of the Financial Institutions Act of British Columbia.

Emphasis of Matter

Without qualifying our opinion, we draw attention to the fact that certain comparative information for the year ended December 31, 2014 has been restated to record the reclassification of certain membership shares from liabilities to equity. The financial statements for the year ended December 31, 2014 have been amended from those on which we originally reported on March 2, 2015.

Prince George, BC
February 29, 2016

Deloitte LLP
Chartered Professional Accountants

LAKE VIEW CREDIT UNION SUMMARY STATEMENT OF FINANCIAL POSITION as at December 31, 2015	2 0 1 5	2 0 1 4 (restated)
ASSETS		
Cash and cash equivalents	\$ 7,983,888	\$ 14,883,962
Investments	89,959,444	74,373,928
Loans and advances to members	223,902,873	199,190,713
Property and equipment	3,718,179	4,225,287
Other intangible asset	70,393	118,899
Other assets	2,607,813	2,289,690
	\$ 328,242,590	\$ 295,082,479
LIABILITIES		
Deposits from members	\$ 302,930,691	\$ 276,086,815
Term loan	5,000,000	-
Other liabilities	1,451,980	1,160,642
Membership shares	133,936	135,524
	309,516,607	277,382,981
MEMBERS' EQUITY		
Membership shares	1,205,415	1,219,711
Retained earnings	17,123,721	16,025,423
Accumulated other comprehensive income	396,847	454,364
	18,725,983	17,699,498
	\$ 328,242,590	\$ 295,082,479

APPROVED BY THE BOARD

[Signature] Director

[Signature] Director

LAKE VIEW CREDIT UNION
SUMMARY STATEMENT OF COMPREHENSIVE INCOME

year ended December 31, 2015

	2 0 1 5	2 0 1 4 (restated)
Total interest income	\$ 10,128,642	\$ 9,803,333
Total interest expense	<u>2,511,078</u>	1,978,813
Net interest margin	7,617,564	7,824,520
Allowance for credit losses	<u>738,098</u>	857,266
Net interest income	6,879,466	6,967,254
Other operating income	<u>2,099,216</u>	1,722,610
Total operating income	8,978,682	8,689,864
Total operating expenses	7,684,152	7,607,248
Dividends on membership shares	<u>6,000</u>	9,475
Income before income taxes	1,288,530	1,073,141
Income tax expense	<u>144,818</u>	267,867
Net income	1,143,712	805,274
Other comprehensive (loss) income, net of income taxes	<u>(57,517)</u>	55,484
Total comprehensive income	<u>\$ 1,086,195</u>	<u>\$ 860,758</u>

LAKE VIEW CREDIT UNION
SUMMARY STATEMENT OF CHANGES IN MEMBERS' EQUITY

year ended December 31, 2015

	Total
As at December 31, 2014 (restated)	\$ 17,699,498
Total comprehensive income	1,086,195
Dividends on membership shares	8,586
Membership shares issued (redeemed) - net	(69,884)
Transfers from membership shares - liability portion	<u>1,588</u>
As at December 31, 2015	<u>\$ 18,725,983</u>