



BUILDING A BRIGHTER FUTURE TOGETHER™

2011 ANNUAL REPORT



MISSION:

We are a member owned community focused organization dedicated to providing personalized competitive financial services to benefit our members and communities.

ANNUAL MEETING AGENDA

Monday, April 16, 2012

1. Call to order
2. Appointment of Recording Secretary
3. Welcome and Introductions of the Board of Directors and Guests
4. Report on Due Calling of Meeting
5. Report on Quorum
6. Adoption of Agenda
7. Minutes of Last Annual General Meeting
8. Moment of Silence
9. Board of Directors' Report
10. President & CEO's Report and Financial Statements
11. Appointment of Auditors
12. Director Nominating Committee Report
13. By-Law Amendments
14. Other Business
15. Presentation of Service Awards
16. Door Prizes
17. Adjournment
18. CDF Presentation

NOMINATING COMMITTEE REPORT

Rob Ramage, Chair of the Nominating Committee



The nominating committee consists of Rob Ramage, Lee Adams, Gary Williams and Jean Bazin. Our by-laws state that notices for Director Nominations are to be posted in all locations for 30 days, beginning 75 days prior to the annual meeting.

Notices requesting nominations were available in all branch locations until March 5, 2012. Terry Wakely, Glenn Young, Evan Casselman, and Don Zeghers were nominated.

The Board is seeking four directors. The nominating committee presents the above four individuals as candidates for the four open director positions.

We recommend that these individuals be elected.

Respectfully submitted

A handwritten signature in dark ink that reads "Rob Ramage". The signature is written in a cursive, slightly slanted style.

Rob Ramage
Chair of the Nominating Committee

BOARD OF DIRECTORS REPORT

Terry Wakely, Chair of the Board of Directors



On behalf of the Board of Directors of Sunrise Credit Union it is my pleasure to present the 4th annual report covering our operations for the year ending December 31, 2011.

One of the board's initiatives for 2011 was to establish a Governance Committee. The purpose of this committee is to oversee the corporate governance of the credit union and provide direction with respect to the composition and operation of the board. Committee members include Glenn Young, Don Zeghers, Glenn Caldwell and Lee Adams.

In addition the Board has two other committees, the Audit Committee and the Nominating Committee. The Audit Committee members include Gary Williams, Glenn Caldwell, Karen Combs, Evan Casselman and Daryll Logeot. The Nominating Committee members include Rob Ramage, Lee Adams, Gary Williams and Jean Bazin.

The Sunrise Credit Union mission statement refers to our community roots and the cooperative values that we are dedicated to providing. The Board is committed to ensuring that our credit union provides the best products and services to meet the needs of our members and communities for today and tomorrow.

The board is represented at both the provincial and national conferences. This provides the opportunity to build relationships with other credit unions, network and stay current with the rapid changes that occur in the financial industry.

Interest rates continue to be very low and economies throughout the world continue to struggle. Fortunately, our economy remains strong with many positive signs in agriculture and commercial industries in our communities. Sunrise Credit Union continues to grow and is pleased to contribute to many projects in the communities we serve. Our credit union contributed over \$111,000 in support of our communities and provided scholarships totaling \$21,000 to graduating high school students.

We appreciate your continued support and look forward to another excellent year in 2012.

Respectfully submitted

A handwritten signature in blue ink that reads "T. M. Wakely". The signature is written in a cursive, slightly slanted style.

Terry Wakely

Chairman of the Board of Directors



VISION:

To provide full services; pursue community growth;
and assist youth, members, and others in achieving goals and dreams
through innovation, flexibility and leadership.

BOARD OF DIRECTORS



Chairperson
Terry Wakely
Virden



Vice-Chairperson
Glenn Young
Cypress River



Corporate Secretary
Jan McClelland
Waskada



Lee Adams
Melita



Jean Bazin
Treherne

(No picture available)



Evan Casselman
Boissevain



Karen Combs
Deloraine



Daryll Logeot
Hartney



Rob Ramage
Baldur



Gary Williams
Hartney



Don Zeghers
Holland

Directors' and officers' disclosure

Payments made for honoraria and per diems amounted to \$68,333 (2010 - \$58,530) reimbursement of expense amounted to \$43,675 (2010 - \$25,273) and meeting, training and conference costs amounted to \$27,066 (2010 - \$44,913) for the year ended. Total loans and authorized lines of credits to directors amounted to \$1,522,484 (2010 - \$1,927,365), total deposits from directors amounted to \$1,857,554 (2010 - \$1,591,556).

PRESIDENT & CEO REPORT

Harry Bowler, President and CEO



2011 was a year of constant growth and rapid transformation. Today's competitive marketplace presents many trials. Regulatory requirements and the resources necessary to serve our members' needs are steadily increasing. Our substantial growth has been exciting. Balancing this progression in relation to regulated equity requirements while maintaining high business standards is both a challenge and reality. As part of our plan to manage growth and continue to provide products and services at economical rates to our members, we are introducing variations to our Articles and By-laws that will make provision to offer Preference Shares to our members.

In keeping with our commitment to the communities we serve, we are pleased to announce that plans are finalized to build a new branch in Waskada. Our goal is to break ground early this spring and we look forward to completion of this project by year end. We are excited to be a part of the development taking place in Waskada and look forward to serving our members in a new facility.

Highlights of our 2011 results include:

- Deposit growth of 12.36%
- Loan growth of 9.47%
- Income was \$2.6 Million
- Member equity 5.63%
- Total assets \$685 Million

These numbers reflect strong growth and with increased profitability we expect this trend to continue as margins improve. Our performance numbers reflect the strength of our credit union and the communities we serve.

I would like to thank the Board of Directors for their leadership and the staff for their dedication. Our members make this all possible and we say 'thank you' for your faithful support. We are well positioned for the future and look forward to continued success.

Respectfully submitted

A handwritten signature in blue ink, appearing to read 'H. Bowler', written in a cursive style.

Harry Bowler
President and Chief Executive Officer

WELCOME TO SUNRISE CREDIT UNION



President & CEO
Harry Bowler



Executive VP & ACEO
Tim Klassen



VP Strategic Development
& Wealth Management
Tayona Johnas



VP Deposit &
Member Services
Ted Billeck



VP Finance
Tony Keown



VP Human Resources
Kaydee Deremiens



VP Lending
James Knockaert

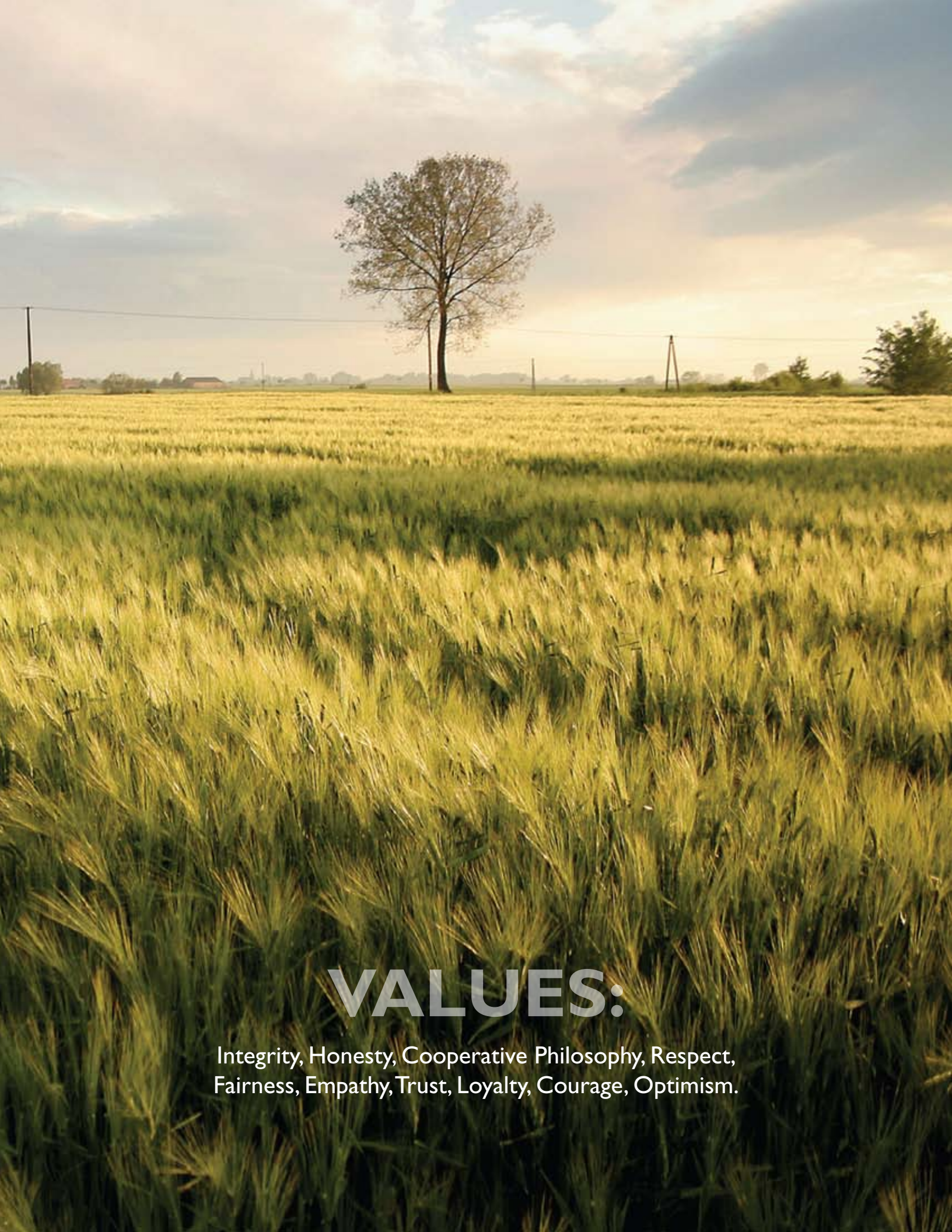


VP Branch Manager
Gene Pielechaty



Executive Team

Integrity, Commitment, Cooperative Values



VALUES:

Integrity, Honesty, Cooperative Philosophy, Respect,
Fairness, Empathy, Trust, Loyalty, Courage, Optimism.

BRANCH MANAGERS

It's our people who make the difference.



Baldur
Deb Durham



Boissevain / Minto
Jim Dickinson



Brandon
Mike Brolund



Cypress River
Bill Coder



Deloraine
Diane Hart



Hartney
Joanne Clawson



Holland
Shelley Johnston



Melita
Tammy Vanbeselaere



Reston
Brenda Ellis-Anderson



Treherne
Jackie Conrad



Virden
Gene Pielechaty



Waskada
Steven Brigden



Outstanding people have one thing in common:

Corporate Office Employees

Ted Billeck
Harry Bowler * 25 years
Stacey Bruneau
Yvette Claeys
Janice Coulter
Janice Demers * 10 years
Keith Demings
Kaydee Deremiens
Angela Ferguson
Belinda Griffith
Tayona Johnas * 20 years
Dave Kaminsky
Tony Keown
Curtis Kelso
Tim Klassen
James Knockaert
Kristyn Kolosky
Donald Lesage
Leanne Lovie
Devin Moore
Lynn Nunn
Shelley Paull
Shelley Phillips
Brenda Shaw
Lori Taylor
Gwen Wooley

Baldur Branch

Deb Durham
Megan Bellow
Linda Furness
Monica Geirnaert
Tracey Hiscock * 10 years
Shirley Levreault

Boissevain/Minto Branch

Jim Dickinson * 5 years
Sheila Chinner
Michelle Harper
Melissa Fehr
Don McNamee
Elmer McCallum
Sandra Mitchell
Hollie Neufeld
Leanne Pringle
Joan Robertson
Freeda Sanderson
Heather Wood
Cathy Workman

Brandon Branch

Mike Brolund
Michelle Bernard
Melorie Broten
Cheryl Gunning
Brittany Hainsworth
Samantha Halyk * 10 years
Kim Kunka * 20 years
Randy Kuz
Canda Laderoute
Robin Lenton
Jackie Stace * 15 years

Cypress River Branch

Bill Coder * 15 years
Shelley Arason
Brittany Cullen
Nicole Desrochers * 5 years
Tammy Gillis Waldon * 10 years
Lindsay Hague * 5 years
Caleigh McCreery
Agnes Messner
Troy McGill
Krista Sierens
Kassandra Wytinck
Debra Young

Deloraine Branch

Diane Hart
Laurie Bodin
Patti Janssens
Kelly Swaenepoel
Lorrie Weidenhamer
Stacey Wilkinson

Hartney Branch

Joanne Glawson
Dianne Agnew * 25 years
Ruby Bertholet
Jeanette Hay
Kim Dooley
Laurie Gilliard
Mina McDowell
Peggy Moir

Holland Branch

Shelley Johnston
Kim Gee
Charlene Graham
Tara Hilhorst

Melita Branch

Tammy Vanbeselaere
Carolyn Arndt
Alana Barnesky
Roberta Brown
Suellen Cocquyt
Elaine Dayholos
Marcie Greenley * 15 years
Donna Jean McNish
Cassandra Patterson
Kristen Pearson
Andrea Reid
Kayle Shannon
Denise Teetaert
Norma Jean Tilbury
Danielle Wood

an absolute sense of mission.

Reston Branch

Brenda Ellis-Anderson
Sherri Bartel
Lindsay Boulton
Janet George
Janis Lobreau
Patsy Lockhart
Shirley Jago
Lorna Milliken
Anita Reyes
Donita Roblin
Candy Wanless
Cathy Williamson

Treherne Branch

Jackie Conrad
Rosanne Boulet
Cindy Dalrymple
Elvine Graham
Shirley Isford
Erynn Lawrence
Gemma Neumann * 15 years
Corinne North
Teresa Thiessen

Virden Branch

Gene Pielechaty
Yvonne Baron
Lottie Bridgeman
Karen Brown
Stephanie Brown
Lori-Jane Carr * 10 years
Karen Cartwright
Amanda Cook
Gerard D'Souza
Steven Day
Jason DeRuyck
Jackie Goodchild
Kristen Erick
Alesha Hofer
Haley Houck
Brittany Jebb
Jodi Krieser
Lynn Kerik * 15 years
Lisa Massina
Kelly Masson
Steve May
Mairead Mossop
Nicole Neufeld
Krista Orr
Tyler Pateman
Tim Penner
Cheryl Ripmeester
Maureen Senff
Katie Sigurdson
Adrienne Spence
Wil Weir
Audrey Zenchyshyn * 25 years

Waskada Branch

Steven Brigden
Tanis Bennie
Brittany Chartrand
Audrey Dickinson
Leanne Hannah-Kehler
Amanda Janz
Kim Radcliffe
Dianne Shukin
Vicky Wanner * 10 years



* Staff Members receiving Service Awards

Virden Branch fundraises \$33,380 over the past two years!

Included in the picture is Wil Weir, Jeff McConnell (Mayor of Virden), Gene Pielechaty and Rhonda Stewart (CAO – Town of Virden)



ALS Walk held in Cypress River earns \$1,500

Left to right: Troy McGill, Shelley Arason, Debbie Young, Kassandra Wytinck and ALS Committee Representative



Deloraine and the Co-op donate \$500 to the Cancer Care Unit in Deloraine

Included in the picture is Diane Hart, Derek Hainsworth (Co-op Representative), Tayona Johnas, Kristyn Kolosky and Kelly Swaenepoel



Treherne Branch raises \$9000 from their Annual Sunrise Golf Classic

Left to right: Ken Nunn (Fire Chief of the Treherne South Norfolk Fire Department), Jackie Conrad, and Janet VanDenBussche (Committee Member of the Treherne Museum)



Sunrise raises \$5,000 – Holland Child Care Centre

From left to right: Kim Gee, Charlene Graham, Tara Hillhorst, Jolene Ross (HCCC) and Melanie Baete (HCCC)

Sunrise in our communities

Sunrise continues the long tradition of our legacy credit unions in supporting our communities.

Our staff donated in excess of 6717.5 hours of volunteering their time to community events and Sunrise Credit Union contributed over \$111,000 to various community and charity events this past year.

The following are some of the organizations and events we were proud to support in 2011.

Assiniboine Community College	Boissevain Student Government - Bronco Program	Hartney Blues Hockey Club	St. Claude Provincial A Volleyball Championship
Norbert Georget	Boissevain/Morton Emergency Services	Hartney Christmas Cheer	Holland Rockets
Manitoba Credit Union	Canadian National Conservatory of Music	Hartney Golf Course	Treherne Bowling Club
Manitoba 55+ Games	Chamber of Commerce - Community	ALS Society of Manitoba	Treherne Grade 9 Progress Award
Ducks Unlimited Canada	Community Safety Net	Bruxelles Midget Fastball	Treherne Fire Department
Brandon Chamber of Commerce	Ducks Unlimited - Boissevain	Holland Ag Society	Treherne Museum
Cancer Care Claeys for a Cause	Farm Focus Sponsorship	Holland Beef Days	Rathwell Poker Derby
Tourism Westman	Hartney Jr. Sports	Holland Chamber of Commerce	Treherne Safe Grad
Westman Youth Football Association	Hospital Activity Book	Holland Child Care Centre Inc.	Manitoba Agricultural Museum Inc.
Westman Wildcats Female Hockey	Lions - Boissevain	Holland Elementary School	Tiger Hills Transit
Manitoba Cattle Producers Association	Mennonite Church Camp	Holland Rockets	Treherne Wildlife
Farm Women's Conference	Minto Community Welcome Pack	Journey for Sight	Treherne High School Yearbook
MNP Street Hockey Tournament	MyCommunity CSS Canada	Manitoba Co-operative Association - Youth Co-op	Virden Ag Society
Manitoba Games	Oildome Riggers AAA Midget Baseball	Cerebral Palsy Bike Race	Virden Curling Club
Manitoba High School Athletic Association	Salvation Army	Pierson & Area Indoor Rodeo	Elkhorn Ag Society
Yellowhead Chief AAA Midget Hockey	Sawmill	Melita Beaver Ball Uniforms	Virden Chamber of Commerce
Baldur/Carberry/Glenboro Wildcats	Teen Crisis Centre	Melita 4-H	Virden and Community Daycare
Manitoba Provincial Plow Association	Terry Fox Run	Melita Elderly Person's Housing	Lenore 4-H Club
Manitoba Conservation District Association	Turtle Mountain Ag Society	Banana Days	Virden Ducks Unlimited
Manitoba Co-operative Association	Turtle Mountain Development Corporation	Junior Golf Tournament	Virden Community Arts Council
Children's Hospital Foundation	Whitewater Community Economic Development	Lion's Benefit Social	Virden Farm & Safety
Wasagaming Donation	Brandon Cloverleafs	Manitoba Paint Horse Breeders	Manitoba Barrel Racing Association
YWCA Walk a Mile in her Shoes	Brandon Midget AAA Wheat Kings	Melita/Waskada Devils Hockey	Archie 4-H Club and Pony Club
Farmers with Disabilities	Salvation Army Flood Relief	Bison Hockey	Manitoba High School Rodeo
Port in the Storm	River Heights School Playground	Prairie Visions Arts Council	Virden Indoor Rodeo
Co-operative Development Foundation of Canada	Skate Brandon	Melita Health Centre Activities	Virden Oilmen Golf Tournament
The CUMIS Group Golf Tournament	Brandon Female Girls Hockey	Melita Early Learning Centre	Virden Collegiate Institute
Royal Canadian Legion	Earl Oxford School	Pierson Early Learning Centre	Virden 4-H Beef Club
Manitoba Knights of Columbus	Westman Jr. Diamond Dawgs	Melita Fitness Centre	Virden Rodeo
Game Warden Golf Tournament	Entrepreneur Boot Camp	Melita Figure Skating Club	Virden Wellview Golf Tournament
Manitoba Horse Show	Century 21 Easter Seals	Wrangler Bull Sale	Virden Demolition Derby
BRHC Harvest Moon Ball	Brandon & District United Way	Pure Country Bull Sale	Wallace District Fire Department
Parkinson Society	Boyz & Bulls	Santa Claus Parade	Canadian Food Grains Bank
Lois Fowler Curling	Cypress River Mud Bog	Melita Curling Rink	Virden Minor Hockey
Toys for Boys	Glenboro Novice Hockey	Melita School Awards	Virden Collegiate Institute - Football
Manitobaville	Glenboro Golf & Country Club	Manitoba AMM Western District Meeting	Virden Oil Kings
Brandon & Area Car Enthusiasts	Glenboro Ladies Hockey Team	Melita July 1st Fireworks	Funshine Day Care Center
Brandon Ringette	Cypress Gardens	RCI Provincial Curling	Virden Rec Centre - Puckboard
Brandon Sunset Rotary	Cypress River Curling Club	Reston Rockets Baseball Club	Elkhorn Curling Club
Baldur Homecoming	Cypress River Ag Society	Reston Memorial Theatre	Oak Lake & Area EDB - Santa Day
Baldur Community Development Association	Glenboro Ladies Night	Reston Golf Course	Skate Virden - 2012
Solstice Children's Play Structure Sponsor	ALS Walk - Cypress	Reston School Playground Project	Family Literacy Day
Baldur Flower Committee	Cypress River Community Hall	Reston & Area Day Care	Manitoba Health Aux Association - Virden
Baldur Merchant's Pancake Breakfast	St Alphonse Fall Dinner	Reston Fitness Centre	Town of Virden - Canada Day
Pembina Hawks Female Midget Hockey	Glenboro Nordics	Reston Mixed Curling Bonspiel	Virden Music Festival
Tiger Hills Arts Association	BG Lions	Reston Rockets Hockey Club	Hargrave Community Centre
Baldur Regals Ball Team	Glenboro Curling Club	Hike for Hospice - Reston Health Centre	Lenore Curling Club
Baldur School	Bruxelles Annual Bazaar	AAA Midget Baseball Provincials	Elkhorn Curling Club
Baldur Memorial Hall	Cypress River & Area Foundation Inc.	Pipstone 4-H Beef Club	Waskada Oilers Hockey Team
Tiger Hills Festival of the Arts-Rose Bowl	Glenboro Rink Committee	Reston 4-H Beef Club	Canadian Breast Cancer
Baldur High School Yearbook	Cypress Wildlife Association	Reston Golf Club	Waskada Wee Ones-Early Learning Center - Day Care
Baldur 4-H Outstanding Achievement Award	Holland/Cypress River Community Development Corp.	Reston & District United Appeal	Waskada Grads
BCDA Membership	Glenboro Panthers	Reston Seniors Curling Bonspiel	Canadian Cancer Society
Baldur Men's Curling	Deloraine Border Festival	Pipstone Lions Valentine's Dinner	Waskada Lions Club
Baldur Ladies Curling	Co-op Youth Leadership	Reston Ladies Bonspiel	Waskada School Yearbook
Baldur Ladies Night	Deloraine Community 4-H Communication	Reston United Church Spring Smorg	Turtleview Drifters
Baldur Ladies Curling Bonspiel	Deloraine Ag Society	Reston Family Curling Bonspiel	Deloraine Colts Hockey Team
Baldur Men's Curling Bonspiel	Deloraine School	Reston & Area Day Care Midnight Fun-Spiel	Coopertown Baseball Team
Glenora Curling Bonspiel	Deloraine High School Hockey	West Souris River Conservation District	
Baldur Skating Club	Deloraine Ladies Curling Club	Tilston 4-H Beef Club	
Solstice Day's	Deloraine Minor Hockey	Sinclair Red Neck Days	
Mariapolis Rec Centre	Deloraine School Love to Read	Great Western Classic Golf Tourney	
Glenora Historical Society	MHSRA Sponsorship	Reston School Playground Committee	
ARHA Family Fun Day	Grande Clairiere 4-H Beef Club	Treherne Minor Athletic Association	
Baldur Manor Volunteer Enrichment Group	Hopper Days Flower Show	Delahunt Golf Course	
Boissevain 4-H	Hopper Days Merchant BBQ	Treherne Men's & Ladies Golf Leagues	
Boissevain Border Kings	Hartney 4-H	Lions Fiddling Contest	
Boissevain Curling Club	Hopper Days Card Tournament Plaques	Tiger Hills Community Resource Centre	
Boissevain Golf Club	Deleau Ball Tournament	Notre Dame Hawks	
Boissevain Minor Hockey	Hartney Swimming Pool	Treherne Curling Club	
Boissevain Morton Foundation	Ducks Unlimited - Hartney	Central Plains Female Hockey	
Boissevain School		Treherne Ag Society	
		Treherne 4-H Beef	
		Treherne High School Grad Committee	

EVERY DAY IS EARTH DAY AT SUNRISE

Earth Day may be on the calendar for April 22 but every day at Sunrise is a good day to be earth conscious. Environmentally friendly efforts are a daily part of our being green initiative. Among the resource saving efforts that Sunrise Credit Union puts into play are E-waste, E-statements and Recycling.

Everyone knows how important recycling is to our environment but moving from good idea to practice is another matter. Over the past year, Sunrise has saved approximately 171 trees with our recycling efforts. As one tree is the equivalent of about 160 pounds of recycled product – that's a lot of paper!

E-waste is another way we have done our part in becoming more eco-friendly. E-waste consists of recycling obsolete computer equipment within our company. This year we have recycled 3,930lbs or 1.965 US Ton of e-waste.

Sunrise's "Save this Tree" campaign increased awareness of various ways of how we can reduce the use of paper. This campaign promoted E-statements which are electronic statements that Members view on their MemberDirect internet banking site. Last year, 2,385 Sunrise members opted for E-statements by cancelling printed copies. Next time you're in your Sunrise branch, cancel your printed statements and save some trees.

BE A PART OF THE SUNRISE CREDIT UNION TEAM AND HELP US
BUILD A BRIGHTER FUTURE TOGETHER!

MANITOBA CREDIT UNION SYSTEM CELEBRATES 75 YEARS

Earlier this year, credit unions and co-operatives from across Canada and around the globe celebrated the official beginning of the United Nations' International Year of Co-operatives (IYC). January 12, 2012 marked the official kick-off of the celebrations, with simultaneous events taking place in 14 Canadian communities, including at the Manitoba Legislature.

In addition to be the International Year of Co-operatives, 2012 is also a special year because it marks the 75th anniversary of the credit union movement in Manitoba. Closer to home, Sunrise Credit Union acknowledges the anniversaries of our five legacy Credit Unions - respectively, Virden (72 years), Turtle Mountain (71 years), Hartney (70 years), Tiger Hills (69 years) and Cypress River (52 years) young in 2012.

Following the example of the first financial co-op in Manitoba created in 1937, people throughout Manitoba began founding credit unions in ever-increasing numbers. By 1939 there were 19 credit unions in Manitoba, with combined assets of \$49,990 and 2,406 members.

Today the credit union movement in Manitoba is stronger than ever. Thanks to members like you, there are now 41 credit unions in the province, serving more than 580,000 members from 189 locations. The combined assets of the Manitoba credit union system now stand at nearly \$19.2 billion.

Join Sunrise in celebrating our cooperative spirit in 2012 at various events and in Sunrise branches on Credit Union Day, October 18th.



www.2012.coop



www.creditunion.mb.ca



Sunrise Credit Union Limited
Summary Consolidated Financial Statements
For the year ended December 31, 2011

MNP

Independent Auditors' Report on the Summary Consolidated Financial Statements

To the Members of Sunrise Credit Union Limited:

The accompanying summary consolidated financial statements of Sunrise Credit Union Limited, which comprise the summary consolidated statement of financial position as at December 31, 2011, December 31, 2010 and January 1, 2010 and the summary consolidated statement of income, changes in members' equity and cash flows for the years ended December 31, 2011 and December 31, 2010 and supporting schedules are derived from the audited consolidated financial statements of Sunrise Credit Union Limited for the year ended December 31, 2011. We expressed an unmodified audit opinion on those financial statements in our report dated March 22, 2012.

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

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these summary consolidated financial statements in accordance with International Financial Reporting Standards.

Auditors' Responsibility

Our responsibility is to express an opinion on these summary consolidated 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, these summary consolidated financial statements, derived from the audited financial statements of Sunrise Credit Union Limited for the year then ended December 31, 2011 are a fair summary of those consolidated financial statements,

Other Matter Report on Other Legal and Regulatory Requirements

As at December 31, 2011, the Credit Union did not meet the capital requirement as laid out in Section 21(1)(c) of the Credit Unions and Caisses Populaires Regulations. Our opinion is not qualified in respect of this matter.

Brandon, Manitoba

March 22, 2012

MNP LLP

Chartered Accountants

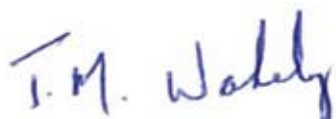
SUNRISE CREDIT UNION LIMITED

Summary Consolidated Statement of Financial Position

As at December 31, 2011

	2011	2010	January 1 2010
Assets			
Cash and cash equivalents	16,830,860	18,445,965	17,462,273
Trade and other receivables	592,491	819,258	747,208
Prepaid expenses and deposits	1,323,425	747,372	875,327
Investments and accrued interest	103,808,200	76,520,416	87,416,466
Members' loans receivable and accrued interest	541,128,302	494,303,434	418,067,373
Property and equipment	10,775,019	10,412,618	6,181,069
Goodwill	2,512,579	2,412,579	2,412,579
Intangible assets	7,732,389	3,880,119	3,880,119
Deferred tax	-	64,000	-
Current tax receivable	-	46,729	174,332
	684,703,265	607,652,490	537,216,746
Liabilities			
Member deposits and accrued interest	638,524,315	568,270,821	499,110,720
Accounts payable	7,393,039	3,294,373	3,630,312
Current tax payable	205,971	-	-
Deferred tax	53,000	-	-
	646,176,325	571,565,194	502,741,032
Members' equity			
Member shares	7,609,781	7,794,206	7,519,206
Retained earnings	30,917,159	28,293,090	26,956,508
	38,526,940	36,087,296	34,475,714
	684,703,265	607,652,490	537,216,746

Approved on behalf of the Board



_____, Director



_____, Director

SUNRISE CREDIT UNION LIMITED

Summary Consolidated Income Statement

For the year ended December 31, 2011

	2011	2010
Interest income		
Member loans	23,245,553	21,571,512
Interest income	3,216,411	3,480,613
	26,461,964	25,052,125
Interest expense		
Deposits	10,422,205	10,256,641
Interest on borrowed money	13,267	86,391
	10,435,472	10,343,032
Gross financial margin	16,026,492	14,709,093
Operating expenses		
Administration	7,253,456	6,609,852
Amortization	743,648	541,733
Member security	574,097	622,133
Occupancy	1,145,053	922,617
Organizational	607,533	354,791
Personnel	11,231,239	10,195,437
	21,555,026	19,246,563
Net operating expense	(5,528,534)	(4,537,470)
Other income	8,472,734	7,008,328
Income before provision for impaired loans and income taxes	2,944,200	2,470,858
Provision for (recovery of) impaired loans	(236,130)	341,959
Income before patronage refund	3,180,330	2,128,899
Patronage refund	-	500,050
Income before loss and income taxes	3,180,330	1,628,849
Fair value adjustment on interest rate swap	109,866	-
Income before income taxes	3,070,464	1,628,849
Income taxes		
Current	329,395	356,267
Deferred tax	117,000	(64,000)
	446,395	292,267
Net income	2,624,069	1,336,582

SUNRISE CREDIT UNION LIMITED

Summary Consolidated Statement of Changes in Members' Equity

For the year ended December 31, 2011

	<i>Member shares</i>	<i>Retained earnings</i>	<i>Total</i>
Balance, January 1, 2010	7,519,206	26,956,508	34,475,714
Net income	-	1,336,582	1,336,582
Patronage	500,050	-	500,050
Issuance of member shares	10,110	-	10,110
Redemption of member shares	(235,160)	-	(235,160)
Balance, December 31, 2010	7,794,206	28,293,090	36,087,296
Net income	-	2,624,069	2,624,069
Issuance of member shares	9,700	-	9,700
Redemption of member shares	(194,125)	-	(194,125)
Balance, December 31, 2011	7,609,781	30,917,159	38,526,940

SUNRISE CREDIT UNION LIMITED

Summary Consolidated Statement of Cash Flows

For the year ended December 31, 2011

	2011 CDN\$	2010 CDN\$
Cash provided by (used for) the following activities		
Operating activities		
Interest received from member loans	23,497,724	21,367,686
Interest and dividends received from investments	3,276,542	3,708,320
Other income received	1,984,110	4,323,162
Income taxes paid	(284,850)	(431,520)
Interest paid to members	(10,483,422)	(10,440,049)
Interest paid on borrowed money	(13,267)	(86,391)
Cash payments to suppliers and employees	(14,207,618)	(16,124,658)
	3,769,219	2,316,550
Investing activities		
Net change in loans receivable	(46,840,909)	(76,374,194)
Net purchase of investments	(25,087,784)	10,668,343
Purchase of property and equipment	(1,385,917)	(4,761,454)
Business acquisitions	(2,200,000)	-
	(75,514,610)	(70,451,304)
Financing activities		
Net change in member deposits	70,314,711	69,343,496
Issuance of member shares	9,700	10,110
Redemption of member shares	(194,125)	(235,160)
	70,130,286	69,118,446
Increase in cash and cash equivalents	(1,615,105)	983,692
Cash and cash equivalents, beginning of year	18,445,965	17,462,273
Cash and cash equivalents, end of year	16,830,860	18,445,965

SUNRISE CREDIT UNION LIMITED

First Time Adoption of IFRS – Schedule I

For the year ended December 31, 2011

Reconciliation of Financial Position at January 1, 2010

	Canadian GAAP	Adjustment(s)	IFRS
Cash and cash equivalents	17,462,273	-	17,462,273
Trade and other receivables	747,208	-	747,208
Prepaid expenses and deposits	875,327	-	875,327
Investments and accrued interest	87,416,466	-	87,416,466
Members' loans receivable and accrued interest	416,716,373	1,351,000	418,067,373
Property and equipment	6,181,069	-	6,181,069
Goodwill	2,412,579	-	2,412,579
Intangible assets	3,880,119	-	3,880,119
Current tax receivable	174,332	-	174,332
Total assets	535,865,746	1,351,000	537,216,746
Member deposits and accrued interest	499,110,720	-	499,110,720
Accounts payable	3,630,312	-	3,630,312
Total liabilities	502,741,032	-	502,741,032
Member shares	7,519,206	-	7,519,206
Retained earnings	25,605,508	1,351,000	26,956,508
Total members equity	33,124,714	1,351,000	34,475,714
Total liabilities and members equity	535,865,746	1,351,000	537,216,746

Reconciliation of Financial Position at December 31, 2010

	Canadian GAAP	Adjustment(s)	IFRS
Cash and cash equivalents	18,445,965	-	18,445,965
Trade and other receivables	819,258	-	819,258
Prepaid expenses and deposits	747,372	-	747,372
Investments and accrued interest	76,520,416	-	76,520,416
Members' loans receivable and accrued interest	493,111,882	1,191,552	494,303,434
Property and equipment	10,412,618	-	10,412,618
Goodwill	2,412,579	-	2,412,579
Intangible assets	3,880,119	-	3,880,119
Deferred tax	-	64,000	64,000
Current tax receivable	46,729	-	46,729
Total assets	606,396,938	1,255,552	607,652,490
Member deposits and accrued interest	568,270,821	-	568,270,821
Accounts payable	3,294,373	-	3,294,373
Deferred tax	123,000	(123,000)	-
Total liabilities	571,688,194	(123,000)	571,565,194
Member shares	7,794,206	-	7,794,206
Retained earnings	26,914,538	1,378,552	28,293,090
Total members equity	34,708,744	1,378,552	36,087,296
Total liabilities and members equity	606,396,938	1,255,552	607,652,490

SUNRISE CREDIT UNION LIMITED

First Time Adoption of IFRS – Schedule 2

For the year ended December 31, 2011

Reconciliation of income for the year ended December 31, 2010

	Canadian GAAP	Adjustment(s)	IFRS
Total financial income	25,052,125	-	25,052,125
Interest expense	10,343,032	-	10,343,032
Gross financial margin	14,709,093	-	14,709,093
Operating expenses			
Administration	6,631,680	-	6,631,680
Amortization	519,905	-	519,905
Member security	622,133	-	622,133
Occupancy	922,617	-	922,617
Organizational	354,791	-	354,791
Personnel	10,195,437	-	10,195,437
	19,246,563	-	19,246,563
Other income	7,008,328	-	7,008,328
Provision for impaired loans	182,511	159,448	341,959
Patronage	500,050	-	500,050
Provision for income taxes	479,267	(187,000)	292,267
Net income	1,309,030	27,552	1,336,582

The following table outlines the adjustments to retained earnings:

	December 31, 2010	January 1, 2010
Retained earnings are previously reported under GAAP	26,914,538	25,605,508
Correction of error	241,878	241,878
Retained earnings as adjusted	26,914,538	25,605,508
Adjustments:		
Allowance for impaired loans	1,191,552	1,351,000
Deferred income taxes	187,000	-
Retained earnings, restated	28,293,090	26,956,508

NOTES

PRODUCTS & SERVICES

Chequing Accounts

Savings Accounts

Services

- E-statements
- MemberDirect
- Mobile Services
- Telephone Banking

Loans

- Student
- Personal
- Agricultural
- Commercial

Mortgages

- Residential
- Agricultural
- Commercial

Investments & Wealth Management Services

- Registered Funds
- Certified Financial Planners
- Tax & Estate Planning

WEALTH MANAGEMENT AFFILIATES

- **Brugger Wealth Management**
- **Four Corners Associates**
- **Gray Wealth Management**
- **Hatfield Financial and Insurance Services Inc.**
- **Pillar Wealth Management**



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