

SERVUS CREDIT UNION LTD.
Interim Condensed Consolidated Financial Statements

For the three and nine months ended July 31, 2026
(unaudited)

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SERVUS CREDIT UNION LTD.
Interim Condensed Consolidated Statement of Financial Position
(Canadian \$ thousands)
(unaudited)

As at	Notes	July 31 2026	October 31 2025
Assets			
Cash and cash equivalents ⁽¹⁾		\$ 1,532,064	\$ 1,550,350
Investments	3	2,114,550	2,202,048
Members' loans and leases	4, 6	27,198,978	26,010,889
Income taxes receivable		5,199	-
Assets held for sale		13,168	15,454
Other assets		76,399	73,882
Property and equipment		172,170	173,688
Leased assets		80,370	84,380
Investment property		5,346	5,554
Derivative financial assets	7	29,751	40,365
Investment in associate		24,344	24,554
Intangible assets		52,279	64,270
Goodwill		19,173	19,173
Deferred income tax assets		25,752	27,734
Total assets		31,349,543	30,292,341
Liabilities			
Borrowings		299,472	299,502
Securitization liabilities		1,681,838	1,525,171
Members' deposits		25,887,646	25,167,381
Trade payables and other liabilities		361,365	373,337
Lease liabilities		95,496	99,439
Income taxes payable		46,714	11,644
Allowance for off balance sheet credit instruments	4, 5	9,606	9,809
Derivative financial liabilities	7	39,692	29,431
Investment shares		438	444
Defined benefit plan liabilities		5,041	4,983
Total liabilities		28,427,308	27,521,141
Equity			
Share capital		1,096,312	1,163,194
Retained earnings		1,724,872	1,484,854
Accumulated other comprehensive (loss) income		(3,460)	15,074
Total equity attributable to members of the Credit Union		2,817,724	2,663,122
Non-controlling interest		104,511	108,078
Total equity		2,922,235	2,771,200
Total liabilities and equity		\$ 31,349,543	\$ 30,292,341

⁽¹⁾ Cash and cash equivalents includes restricted cash as at July 31, 2026 of \$583 (2025 - \$1,742).

The accompanying notes are an integral part of these Interim Condensed Consolidated Financial Statements.

SERVUS CREDIT UNION LTD.
Interim Condensed Consolidated Statement of Income
(Canadian \$ thousands)
(unaudited)

		For the three months ended		For the nine months ended	
	Notes	July 31 2026	July 31 2025	July 31 2026	July 31 2025
Interest income					
Members' loans and leases		\$ 349,925	\$ 342,526	\$ 1,026,140	\$ 1,011,632
Investments, including derivatives	8	26,527	30,661	76,285	99,686
Total interest income		376,452	373,187	1,102,425	1,111,318
Interest expense					
Members' deposits		117,248	135,198	345,345	438,415
Other interest expense		28,282	28,367	83,021	87,651
Total interest expense		145,530	163,565	428,366	526,066
Net interest income		230,922	209,622	674,059	585,252
Non-interest income		67,419	65,162	205,218	184,642
Share of profits from associate		24	39,886	72	40,875
Net interest income and non-interest income		298,365	314,670	879,349	810,769
Provision for credit losses	5	12,043	3,684	39,569	38,342
Net interest income and non-interest income after provision for credit losses		286,322	310,986	839,780	772,427
Operating expenses					
Personnel		97,758	95,960	286,977	278,966
General		46,737	45,566	141,676	136,550
Occupancy		6,434	6,104	19,278	18,947
Member security		3,724	4,067	10,984	12,202
Depreciation		7,200	7,756	20,989	23,108
Organization		566	542	1,730	2,011
Impairment of assets		852	713	2,842	2,340
Amortization		5,927	4,923	15,237	14,571
Total operating expenses		169,198	165,631	499,713	488,695
Income before patronage allocation to members and income taxes		117,124	145,355	340,067	283,732
Patronage allocation to members		8,979	8,749	26,590	26,749
Income before income taxes		108,145	136,606	313,477	256,983
Income taxes		23,961	26,984	78,573	53,374
Net income		\$84,184	\$109,622	\$234,904	\$203,609
Net income					
Net income attributable to members		82,819	100,889	230,372	188,555
Net income attributable to non-controlling interest		1,365	8,733	4,532	15,054
Net income		\$ 84,184	\$ 109,622	\$ 234,904	\$ 203,609

The accompanying notes are an integral part of these Interim Condensed Consolidated Financial Statements.

SERVUS CREDIT UNION LTD.
Interim Condensed Consolidated Statement of Comprehensive Income
(Canadian \$ thousands)
(unaudited)

		For the three months ended		For the nine months ended	
	Notes	July 31 2026	July 31 2025	July 31 2026	July 31 2025
Net income		\$ 84,184	\$ 109,622	\$ 234,904	\$ 203,609
Other comprehensive income (loss), net of tax:					
Items that will not be reclassified to profit or loss:					
Actuarial gain on defined benefit pension plans ⁽¹⁾		-	18	-	23
Change in unrealized (loss) gain on equity securities at fair value through other comprehensive income securities ⁽²⁾		(48)	27	(581)	(1,388)
Items that may be reclassified subsequently to profit or loss:					
Change in unrealized gain (loss) on debt securities at fair value through other comprehensive income securities ⁽³⁾		209	(1,364)	(242)	(3,168)
Reclassification adjustments for realized gain on debt securities ⁽⁴⁾		-	21	-	1,254
Cash flow hedges - effective portion of changes in fair value ⁽⁵⁾	7	2,760	(7,171)	(17,879)	(3,108)
Total other comprehensive income (loss)		\$2,921	(\$8,469)	(\$18,702)	(\$6,387)
Total comprehensive income		\$87,105	\$101,153	\$216,202	\$197,222
Total comprehensive income					
Comprehensive income attributable to members		85,708	92,669	211,838	182,808
Comprehensive income attributable to non-controlling interest		1,397	8,484	4,364	14,414
Total comprehensive income		\$ 87,105	\$ 101,153	\$ 216,202	\$ 197,222

⁽¹⁾ Net of income tax expense for the three months ended July 31, 2026 of \$0 (2025 - \$6), for the nine months ended July 31, 2026 of \$0 (2025 - \$2).

⁽²⁾ Net of income tax expense (recovery) for the three months ended July 31, 2026 of \$76 (2025 - \$(74)), for the nine months ended July 31, 2026 of \$(95) (2025 - \$(103)).

⁽³⁾ Net of income tax recovery for the three months ended July 31, 2026 of \$(63) (2025 - \$(1,309)), for the nine months ended July 31, 2026 of \$(1,610) (2025 - \$(1,115)).

⁽⁴⁾ Net of income tax expense for the three months ended July 31, 2026 of \$0 (2025 - \$6), for the nine months ended July 31, 2026 of \$0 (2025 - \$384).

⁽⁵⁾ Net of income tax expense (recovery) for the three months ended July 31, 2026 of \$825 (2025 - \$(2,151)), for the nine months ended July 31, 2026 of \$(5,350) (2025 - \$(938)).

The accompanying notes are an integral part of these Interim Condensed Consolidated Financial Statements.

SERVUS CREDIT UNION LTD.
Interim Condensed Consolidated Statement of Changes in Equity
(Canadian \$ thousands)
(unaudited)

	<u>Share Capital</u>						Accumulated		
	Common	Investment	Total Share	Retained	Contributed		Other	Non-	Total
	Shares	Shares	Capital	Earnings	Surplus		Comprehensive	controlling	Equity
							Income	Interest	
Balance at October 31, 2025	\$ 888,919	\$ 274,275	\$ 1,163,194	\$ 1,484,854	\$ -	\$	15,074	\$ 108,078	\$ 2,771,200
Changes in equity									
Issues of share capital	21,281	-	21,281	-	-	-	-	-	21,281
Redemption of share capital	(70,800)	(17,363)	(88,163)	-	-	-	-	-	(88,163)
Net income	-	-	-	230,372	-	-	-	4,532	234,904
Tax recovery on dividend	-	-	-	9,646	-	-	-	-	9,646
Other comprehensive loss - fair value and pension reserve	-	-	-	-	-	-	(655)	(168)	(823)
Other comprehensive loss - hedging reserve	-	-	-	-	-	-	(17,879)	-	(17,879)
Non-controlling interest issues of share capital	-	-	-	-	-	-	-	3,658	3,658
Non-controlling interest redemption of share	-	-	-	-	-	-	-	(3,652)	(3,652)
Dividends paid to non-controlling interest	-	-	-	-	-	-	-	(7,937)	(7,937)
Balance at July 31, 2026	\$ 839,400	\$ 256,912	\$ 1,096,312	\$ 1,724,872	\$ -	\$	(3,460)	\$ 104,511	\$ 2,922,235

	<u>Share Capital</u>						Accumulated		
	Common	Investment	Total Share	Retained	Contributed		Other	Non-	Total
	Shares	Shares	Capital	Earnings	Surplus		Comprehensive	controlling	Equity
							Income	Interest	
Balance at October 31, 2024	\$ 884,682	\$ 276,792	\$ 1,161,474	\$ 1,241,113	\$ 39,488	\$	9,041	\$ 88,541	\$ 2,539,657
Changes in equity									
Issues of share capital	24,641	-	24,641	-	-	-	-	-	24,641
Redemption of share capital	(55,760)	(14,995)	(70,755)	-	-	-	-	-	(70,755)
Net income	-	-	-	188,555	-	-	-	15,054	203,609
Reclassify contributed surplus to retained earnings	-	-	-	39,488	(39,488)	-	-	-	-
Other comprehensive loss - fair value and pension reserve	-	-	-	-	-	-	(1,701)	(640)	(2,341)
Other comprehensive loss - hedging reserve	-	-	-	-	-	-	(4,046)	-	(4,046)
Non-controlling interest issues of share capital	-	-	-	-	-	-	-	3,357	3,357
Balance at July 31, 2025	\$ 853,563	\$ 261,797	\$ 1,115,360	\$ 1,469,156	\$ -	\$	3,294	\$ 106,312	\$ 2,694,122

The accompanying notes are an integral part of these Interim Condensed Consolidated Financial Statements.

SERVUS CREDIT UNION LTD.
Interim Condensed Consolidated Statement of Cash Flows
(Canadian \$ thousands)
(unaudited)

	For the nine months ended	
	July 31 2026	July 31 2025
Cash flows used in operating activities		
Net income	\$ 234,904	\$ 203,609
Adjustments for non-cash items and others		
Net interest income ⁽¹⁾	(674,059)	(585,252)
Provision for credit losses	39,569	38,342
Share of profits from investment in associate	(72)	(40,875)
Depreciation	20,989	23,108
Amortization	15,237	14,571
Impairment of assets	2,842	2,340
Loss (gain) on leased assets	985	(45)
Gain on assets held for sale	(1,567)	(476)
Loss on property and equipment	489	179
Gain on investments	(304)	(359)
Income taxes	78,573	53,374
Adjustments for net changes in operating assets and liabilities		
Change in members' loans and leases	(1,177,961)	(849,354)
Change in members' deposits	748,782	342,754
Change in assets held for sale	(10,185)	(7,876)
Change in other assets, provisions, payables and liabilities	(4,690)	(18,826)
Income taxes paid, net	(30,017)	(13,610)
Interest received	1,055,553	1,028,817
Interest paid	(443,720)	(551,571)
Net cash used in operating activities	(144,652)	(361,150)
Cash flows from investing activities		
Additions to intangible assets, net	(3,246)	(2,749)
Additions to property and equipment, and investment property	(11,561)	(8,784)
Proceeds on disposal of property and equipment, and investment property	109	1,078
Proceeds on disposal of assets held for sale	11,196	5,971
Distributions from investment in associate	159	46,039
Proceeds from investments, net	84,855	542,934
Net cash from investing activities	81,512	584,489
Cash flows from (used in) financing activities		
(Repayment) advances of term loans and lines of credit, net	(30)	100,457
Advances of securitization liabilities	581,820	312,495
Repayments of securitization liabilities	(452,681)	(408,698)
Repayments of principal portion of lease liabilities	(9,442)	(6,689)
Shares issued	21,281	24,641
Shares redeemed	(88,163)	(70,755)
Non-controlling interest shares issued	3,658	3,357
Non-controlling interest shares redeemed	(3,652)	-
Non-controlling interest dividends paid	(7,937)	-
Net cash from (used in) financing activities	44,854	(45,192)
(Decrease) increase in cash and cash equivalents	(18,286)	178,147
Cash and cash equivalents, beginning of period	1,550,350	903,715
Cash and cash equivalents, end of period	\$ 1,532,064	\$ 1,081,862

⁽¹⁾ Net interest income includes a fair value loss on derivatives for the nine months ended July 31, 2026 of \$0 (2025 - \$444).

The accompanying notes are an integral part of these Interim Condensed Consolidated Financial Statements.

SERVUS CREDIT UNION LTD.
Notes to Interim Condensed Consolidated Financial Statements
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1. BASIS OF PRESENTATION

These Interim Condensed Consolidated Financial Statements are prepared in accordance with International Accounting Standard (IAS) 34 Interim Financial Reporting as issued by the International Accounting Standards Board (IASB). The Interim Condensed Consolidated Financial Statements do not include all of the information required for full annual financial statements and should be read in conjunction with Servus Credit Union Ltd.'s (the Credit Union) 2025 audited annual Consolidated Financial Statements.

These Interim Condensed Consolidated Financial Statements were approved by the Audit and Finance Committee on September 23, 2026.

Use of Estimates, Assumptions and Critical Judgments

The preparation of the Interim Condensed Consolidated Financial Statements requires management to make estimates, assumptions and critical judgments that affect the application of accounting policies and the reported amounts of assets, liabilities, net income and related disclosures. Estimates and underlying assumptions required under IFRS Accounting Standards (IFRS) are best estimates undertaken in accordance with the applicable standards and are reviewed on a continuous basis.

The most significant estimates and assumptions have been used in the following areas: fair values of financial instruments and expected credit losses (ECL). Actual results may differ significantly from these estimates, and the impact of these differences will be recorded in future periods.

Critical judgments have been made in the following areas: impairment of non-financial assets, ECL, classification of financial instruments and leases as a lessor, hedge effectiveness, valuation of leased assets and lease liabilities and joint ventures.

Economic conditions in Alberta continued to evolve and show signs of resilience despite uncertainty, including continued volatility in oil prices and inflationary pressures affecting households and businesses. Economic factors have a significant impact on management's estimates and assumptions in preparing the Interim Condensed Consolidated Financial Statements. One area of significant judgment affected strongly by the economic environment is ECL, where assumptions are incorporated into the macroeconomic factors used in the calculation described in Note 5.

2. ACCOUNTING POLICIES

These Interim Condensed Consolidated Financial Statements have been prepared following the same accounting policies and methods as those used in preparing the Credit Unions' 2025 annual Consolidated Financial Statements, with the exception of the new and amended standards applicable to the current year.

The following amended standard is applicable for the current year:

IAS 21 Lack of Exchangeability

The adoption of this new and amended standard effective November 1, 2025 has no impact on the financial statements.

SERVUS CREDIT UNION LTD.
Notes to Interim Condensed Consolidated Financial Statements
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2. ACCOUNTING POLICIES (CONTINUED)

The table below outlines how the Credit Union has classified its financial assets and liabilities:

Classification and Measurement	Amortized Cost	Fair Value Through Other Comprehensive Income (FVOCI)	Fair Value Through Profit or Loss (FVTPL)
Cash and cash equivalents	▼		
Accounts receivable	▼		
Investments - debt securities	▼	▼	
Investments - asset backed securities	▼		
Investments - equity securities		▼	▼
Investments - terms in other financial institutions		▼	▼
Investment shares in entities			▼
Members' loans and leases	▼		
Securitized mortgage pools	▼		
Securitized leases	▼		
Derivatives - interest rate swaps		▼	▼
Derivatives - swaptions			▼
Derivatives - equity linked options			▼
Members' deposits	▼		
Trade payables and other liabilities	▼		
Borrowings and securitization liabilities	▼		
Investment share liability portion			▼

3. INVESTMENTS

As at	July 31 2026	October 31 2025
Investments at Amortized Cost		
Asset backed securities	\$ 5,838	\$ 9,494
Debt securities	-	57
Investments at FVOCI		
Debt securities	2,038,400	2,147,115
Terms in other financial institutions	26,509	26,500
Equity securities	9,041	9,594
Investments at FVTPL		
Equity securities	9,700	2,991
Terms in other financial institutions	19,000	-
Investment shares in entities	24	216
	2,108,512	2,195,967
Accrued interest	6,502	6,709
	2,115,014	2,202,676
ECL allowance on investments	(464)	(628)
Total	\$ 2,114,550	\$ 2,202,048

SERVUS CREDIT UNION LTD.
Notes to Interim Condensed Consolidated Financial Statements
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4. MEMBERS' LOANS AND LEASES

The following table presents the carrying amount of loans and leases, off-balance sheet exposures, and their corresponding allowance for credit losses by stage:

As at July 31, 2026	Performing		Impaired		Total	Allowance for Credit Losses	Total Net of Allowance
	Stage 1	Stage 2	Stage 3	Stage 3 - POCI			
Members' Loans and Leases							
Residential mortgages	\$ 12,713,228	\$ 849,785	\$ 14,950	\$ 1,143	\$ 13,579,106	\$ 3,849	\$ 13,575,257
Commercial ⁽¹⁾	11,354,854	494,391	130,290	11,199	11,990,734	94,188	11,896,546
Consumer ⁽²⁾	1,572,082	165,792	4,250	1,191	1,743,315	16,140	1,727,175
Total members' loans and leases	\$ 25,640,164	\$ 1,509,968	\$ 149,490	\$ 13,533	\$ 27,313,155	\$ 114,177	\$ 27,198,978
Off Balance Sheet Credit Instruments							
Residential mortgages	\$ 2,945,645	\$ 18,864	\$ 902	\$ -	\$ 2,965,411	\$ 174	\$ 2,965,237
Commercial ⁽¹⁾	2,817,155	19,807	335	-	2,837,297	4,271	2,833,026
Consumer ⁽²⁾	1,464,997	26,653	348	-	1,491,998	5,161	1,486,837
Total off balance sheet credit instruments	\$ 7,227,797	\$ 65,324	\$ 1,585	\$ -	\$ 7,294,706	\$ 9,606	\$ 7,285,100

As at October 31, 2025	Performing		Impaired		Total	Allowance for Credit Losses	Total Net of Allowance
	Stage 1	Stage 2	Stage 3	Stage 3 - POCI			
Members' Loans and Leases							
Residential mortgages	\$ 12,411,810	\$ 813,007	\$ 13,952	\$ 2,216	\$ 13,240,985	\$ 3,450	\$ 13,237,535
Commercial ⁽¹⁾	10,541,223	421,885	113,210	30,497	11,106,815	70,409	11,036,406
Consumer ⁽²⁾	1,579,303	165,121	5,461	1,393	1,751,278	14,330	1,736,948
Total members' loans and leases	\$ 24,532,336	\$ 1,400,013	\$ 132,623	\$ 34,106	\$ 26,099,078	\$ 88,189	\$ 26,010,889
Off Balance Sheet Credit Instruments							
Residential mortgages	\$ 2,975,635	\$ 20,782	\$ 344	\$ -	\$ 2,996,761	\$ 178	\$ 2,996,583
Commercial ⁽¹⁾	2,926,801	14,131	328	-	2,941,260	4,485	2,936,775
Consumer ⁽²⁾	1,448,439	27,758	192	-	1,476,389	5,146	1,471,243
Total off balance sheet credit instruments	\$ 7,350,875	\$ 62,671	\$ 864	\$ -	\$ 7,414,410	\$ 9,809	\$ 7,404,601

⁽¹⁾ Includes commercial loans, credit card, agriculture loans, and lease receivables.

⁽²⁾ Includes consumer loans and credit card.

5. ALLOWANCE FOR EXPECTED CREDIT LOSSES

Key Data and Assumptions

Estimating the ECL is based on a set of inputs, assumptions and methodologies placed around credit risk and future looking indicators which require significant judgment. Management has made complex and subjective judgments to assess the adequacy of the assumptions used to calculate the ECL.

These inputs and assumptions are assessed each reporting period considering both positive and negative aspects of the current economic environment. ECL models use historical information and cannot consider all current economic conditions. Additional analysis and an amount added to model results as a management overlay, may be required. The best information available as at the reporting date is used in the model and in all additional analysis.

The Credit Union uses a model created by Central 1 (the model) to estimate the ECL. Changes in inputs and the assumptions used have an impact on the assessment of significant increase in credit risk and the measurement of ECL. The main areas where judgment is used in the model are in the assessment of whether there is a significant increase in credit risk on loans, the probability that a member will default on a loan, forecasted future looking indicators and the weightings to be used on the base, best and worst-case scenarios for the forward-looking indicators (FLI).

The Alberta Central subsidiary uses an internally generated model. Their portfolio is relatively small compared to the Credit Union and the significant assumptions and scenarios have been aligned with those used by the Credit Union.

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Notes to Interim Condensed Consolidated Financial Statements
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5. ALLOWANCE FOR EXPECTED CREDIT LOSSES (CONTINUED)

The macroeconomic factors used in the model that affect the Credit Union ECL calculations are:

- Alberta Consumer Price Index
- CAD/USD exchange rate
- Western Canadian Select price
- Alberta Unemployment rate
- Alberta Housing price index
- Real GDP
- Bank of Canada Overnight rate
- Canada Housing Price index
- Canadian Unemployment rate
- Treasury Bills three-month rate

Each factor is forecast in three scenarios, a base case, a best case and a worst case scenario. These scenarios are weighted, and the weighted average is used to calculate the estimate for ECL. At July 31, 2026, management considered the current economic environment and concluded that the existing weightings remain appropriate at 60% base, 10% best, and 30% worst case (October 31, 2025 – 60% base, 10% best, and 30% worst case). If an additional 10% weighting were applied to the worst case scenario, ECL would increase by less than \$1 million.

Sensitivity analysis will show when the loan book has a risk that is not adequately covered by the model calculation, and may provide justification for a management overlay to be applied to the ECL calculated by the model. These analyses are performed and assessed each reporting period to estimate the amount of a management overlay amount to add to the model results.

At July 31, 2026, management has not applied an overlay (October 31, 2025 - \$0) to the calculated ECL.

When loans are acquired with evidence of incurred credit loss (i.e., it is probable at the acquisition date that the Credit Union will be unable to collect all contractually required principal and interest payments), they are purchased or originated credit impaired (POCI) loans. No ECL is recognized on these loans at acquisition.

POCI loans are identified as impaired at acquisition based on specific risk characteristics of the loans, including past due status, performance history, and recent borrower credit scores. The Credit Union determines both the present and fair values of POCI loans using assumptions and calculations on the amount and timing of expected cash flows, rather than the original contractual cash flows of these loans. Accounting for POCI loans is applied individually at the loan level.

Subsequent to acquisition, the Credit Union regularly reassesses and updates its estimates of expected cash flows for changes to amount and timing. Probable decreases in expected cash flows trigger the recognition of additional impairment. Additional impairment is measured as the difference between the present value of the revised expected cash flows discounted at the loan's credit-adjusted effective interest rate (EIR) and the carrying value of the loan, and this difference is recorded in the provision for credit losses. Interest income on POCI loans is calculated by applying the credit-adjusted EIR to the amortized cost of acquired credit impaired loans.

SERVUS CREDIT UNION LTD.
Notes to Interim Condensed Consolidated Financial Statements
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5. ALLOWANCE FOR EXPECTED CREDIT LOSSES (CONTINUED)

The following table presents the changes in the allowance for credit losses:

	Residential Mortgages	Commercial ⁽¹⁾	Consumer ⁽²⁾	Total
As at October 31, 2025	\$ 3,628	\$ 74,894	\$ 19,476	\$ 97,998
Recoveries of previous loan and lease write-offs	60	965	4,262	5,287
Provision charged to net income	1,465	27,711	10,059	39,235
	5,153	103,570	33,797	142,520
Loans written off ⁽⁴⁾	(1,130)	(5,111)	(12,496)	(18,737)
As at July 31, 2026	\$ 4,023	\$ 98,459	\$ 21,301	\$ 123,783

Presented on Interim Condensed Consolidated Statement of Financial Position as:

Netted with members' loans and leases	3,849	94,188	16,140	114,177
Off balance sheet credit instruments ⁽³⁾	174	4,271	5,161	9,606
Total	\$ 4,023	\$ 98,459	\$ 21,301	\$ 123,783

	Residential Mortgages	Commercial ⁽¹⁾	Consumer ⁽²⁾	Total
As at October 31, 2024	\$ 4,390	\$ 77,689	\$ 14,185	\$ 96,264
Recoveries of previous loan and lease write-offs	9	570	5,824	6,403
Provision charged to net income	110	36,797	19,295	56,202
	4,509	115,056	39,304	158,869
Loans written off	(881)	(40,162)	(19,828)	(60,871)
As at October 31, 2025	\$ 3,628	\$ 74,894	\$ 19,476	\$ 97,998

Presented on Interim Condensed Consolidated Statement of Financial Position as:

Netted with members' loans and leases	3,450	70,409	14,330	88,189
Off balance sheet credit instruments ⁽³⁾	178	4,485	5,146	9,809
Total	\$ 3,628	\$ 74,894	\$ 19,476	\$ 97,998

⁽¹⁾ Includes commercial loans, credit card, agriculture loans, and lease receivables.

⁽²⁾ Includes consumer loans and credit card.

⁽³⁾ Off balance sheet credit instruments consist of undrawn commitments and financial guarantees.

⁽⁴⁾ Includes an adjustment for a prior period reclassification from ECL to Member Loans.

The provision charged to net income is:

		July 31	July 31
For the nine months ended		2026	2025
Loans and leases	\$	39,235 \$	36,051
Investments		334	2,291
Provision for credit losses	\$	39,569 \$	38,342

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5. ALLOWANCE FOR EXPECTED CREDIT LOSSES (CONTINUED)

The following tables reconcile the opening and closing allowances for loans, by stage, for each major category:

Allowance for credit losses – Residential Mortgages

		Performing		Impaired		
		Stage 1	Stage 2	Stage 3	Stage 3 - POCI	Total
As at October 31, 2025	\$	1,356 \$	1,512 \$	893 \$	(133) \$	3,628
Transfers						
Stage 1 ⁽¹⁾		430	(415)	(15)	-	-
Stage 2 ⁽¹⁾		(77)	129	(52)	-	-
Stage 3 ⁽¹⁾		(1)	(25)	26	-	-
New originations ⁽²⁾		410	312	-	-	722
Repayments ⁽³⁾		(125)	(135)	(197)	-	(457)
Remeasurements ⁽⁴⁾		(468)	196	1,532	(60)	1,200
Loans written off ⁽⁵⁾		-	-	(1,310)	180	(1,130)
Recoveries		-	-	60	-	60
As at July 31, 2026	\$	1,525 \$	1,574 \$	937 \$	(13) \$	4,023

Presented on Interim Condensed Consolidated Statement of Financial Position as:

Netted with members' loans and leases		1,375	1,550	937	(13)	3,849
Off balance sheet credit instruments		150	24	-	-	174
Total	\$	1,525 \$	1,574 \$	937 \$	(13) \$	4,023

		Performing		Impaired		
		Stage 1	Stage 2	Stage 3	Stage 3 - POCI	Total
As at October 31, 2024	\$	1,350 \$	2,178 \$	869 \$	(7) \$	4,390
Transfers						
Stage 1 ⁽¹⁾		576	(573)	(3)	-	-
Stage 2 ⁽¹⁾		(72)	175	(103)	-	-
Stage 3 ⁽¹⁾		-	(37)	37	-	-
New originations ⁽²⁾		582	583	118	-	1,283
Repayments ⁽³⁾		(463)	(402)	(195)	-	(1,060)
Remeasurements ⁽⁴⁾		(617)	(412)	1,042	(126)	(113)
Loans written off		-	-	(881)	-	(881)
Recoveries		-	-	9	-	9
As at October 31, 2025	\$	1,356 \$	1,512 \$	893 \$	(133) \$	3,628

Presented on Interim Condensed Consolidated Statement of Financial Position as:

Netted with members' loans and leases		1,208	1,482	893	(133)	3,450
Off balance sheet credit instruments		148	30	-	-	178
Total	\$	1,356 \$	1,512 \$	893 \$	(133) \$	3,628

⁽¹⁾ Stage transfers represent movement between stages.

⁽²⁾ Represents the increase in allowance resulting from loans that were newly originated or purchased and reflect movement into different stages within the period.

⁽³⁾ Repayments relate to loans fully repaid or derecognized and exclude loans written off where a credit loss was incurred.

⁽⁴⁾ Represents the change in the allowance due to changed in economic factors, risk and model parameters.

⁽⁵⁾ Includes an adjustment for a prior period reclassification from ECL to Member Loans.

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5. ALLOWANCE FOR EXPECTED CREDIT LOSSES (CONTINUED)

Allowance for credit losses – Commercial Loans, Credit Card, Agriculture Loans, and Lease Receivables

	Performing		Impaired		
	Stage 1	Stage 2	Stage 3	Stage 3 - POCI	Total
As at October 31, 2025	\$ 17,181	\$ 6,883	\$ 48,529	\$ 2,301	\$ 74,894
Transfers					
Stage 1 ⁽¹⁾	1,249	(551)	(698)	-	-
Stage 2 ⁽¹⁾	(585)	1,280	(695)	-	-
Stage 3 ⁽¹⁾	(57)	(571)	628	-	-
New originations ⁽²⁾	3,149	202	879	-	4,230
Repayments ⁽³⁾	(2,214)	(937)	(992)	-	(4,143)
Remeasurements ⁽⁴⁾	(4,863)	811	26,390	5,286	27,624
Loans written off ⁽⁵⁾	-	-	(13,215)	8,104	(5,111)
Recoveries	-	-	965	-	965
As at July 31, 2026	\$ 13,860	\$ 7,117	\$ 61,791	\$ 15,691	\$ 98,459

Presented on Interim Condensed Consolidated Statement of Financial Position as:

Netted with members' loans and leases	9,927	6,847	61,723	15,691	94,188
Off balance sheet credit instruments	3,933	270	68	-	4,271
Total	\$ 13,860	\$ 7,117	\$ 61,791	\$ 15,691	\$ 98,459

	Performing		Impaired		
	Stage 1	Stage 2	Stage 3	Stage 3 - POCI	Total
As at October 31, 2024	\$ 22,865	\$ 5,491	\$ 41,449	\$ 7,884	\$ 77,689
Transfers					
Stage 1 ⁽¹⁾	777	(621)	(156)	-	-
Stage 2 ⁽¹⁾	(666)	1,154	(488)	-	-
Stage 3 ⁽¹⁾	(75)	(428)	503	-	-
New originations ⁽²⁾	7,720	1,035	2,751	-	11,506
Repayments ⁽³⁾	(9,026)	(1,940)	(1,024)	-	(11,990)
Remeasurements ⁽⁴⁾	(4,414)	2,192	28,845	10,658	37,281
Loans written off	-	-	(23,921)	(16,241)	(40,162)
Recoveries	-	-	570	-	570
As at October 31, 2025	\$ 17,181	\$ 6,883	\$ 48,529	\$ 2,301	\$ 74,894

Presented on Interim Condensed Consolidated Statement of Financial Position as:

Netted with members' loans and leases	12,935	6,687	48,486	2,301	70,409
Off balance sheet credit instruments	4,246	196	43	-	4,485
Total	\$ 17,181	\$ 6,883	\$ 48,529	\$ 2,301	\$ 74,894

⁽¹⁾ Stage transfers represent movement between stages.

⁽²⁾ Represents the increase in allowance resulting from loans that were newly originated or purchased and reflect movement into different stages within the period.

⁽³⁾ Repayments relate to loans fully repaid or derecognized and exclude loans written off where a credit loss was incurred.

⁽⁴⁾ Represents the change in the allowance due to changed in economic factors, risk and model parameters.

⁽⁵⁾ Includes an adjustment for a prior period reclassification from ECL to Member Loans.

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5. ALLOWANCE FOR EXPECTED CREDIT LOSSES (CONTINUED)

Allowance for credit losses – Consumer Loans and Credit Card

	Performing		Impaired		
	Stage 1	Stage 2	Stage 3	Stage 3 - POCI	Total
As at October 31, 2025	\$ 9,126	\$ 11,055	\$ 1,626	\$ (2,331)	\$ 19,476
Transfers					
Stage 1 ⁽¹⁾	2,569	(2,519)	(50)	-	-
Stage 2 ⁽¹⁾	(599)	874	(275)	-	-
Stage 3 ⁽¹⁾	(10)	(114)	124	-	-
New originations ⁽²⁾	1,862	1,132	202	-	3,196
Repayments ⁽³⁾	(641)	(796)	(236)	-	(1,673)
Remeasurements ⁽⁴⁾	(2,808)	1,350	9,857	137	8,536
Loans written off ⁽⁵⁾	-	-	(14,100)	1,604	(12,496)
Recoveries	-	-	4,262	-	4,262
As at July 31, 2026	\$ 9,499	\$ 10,982	\$ 1,410	\$ (590)	\$ 21,301

Presented on Interim Condensed Consolidated Statement of Financial Position as:

Netted with members' loans and leases	5,949	9,381	1,400	(590)	16,140
Off balance sheet credit instruments	3,550	1,601	10	-	5,161
Total	\$ 9,499	\$ 10,982	\$ 1,410	\$ (590)	\$ 21,301

	Performing		Impaired		
	Stage 1	Stage 2	Stage 3	Stage 3 - POCI	Total
As at October 31, 2024	\$ 5,336	\$ 7,121	\$ 1,793	\$ (65)	\$ 14,185
Transfers					
Stage 1 ⁽¹⁾	1,610	(1,571)	(39)	-	-
Stage 2 ⁽¹⁾	(259)	419	(160)	-	-
Stage 3 ⁽¹⁾	(5)	(44)	49	-	-
New originations ⁽²⁾	3,709	4,073	857	-	8,639
Repayments ⁽³⁾	(2,664)	(1,620)	(462)	-	(4,746)
Remeasurements ⁽⁴⁾	1,399	2,677	12,922	(1,596)	15,402
Loans written off	-	-	(19,158)	(670)	(19,828)
Recoveries	-	-	5,824	-	5,824
As at October 31, 2025	\$ 9,126	\$ 11,055	\$ 1,626	\$ (2,331)	\$ 19,476

Presented on Interim Condensed Consolidated Statement of Financial Position as:

Netted with members' loans and leases	5,638	9,408	1,615	(2,331)	14,330
Off balance sheet credit instruments	3,488	1,647	11	-	5,146
Total	\$ 9,126	\$ 11,055	\$ 1,626	\$ (2,331)	\$ 19,476

⁽¹⁾ Stage transfers represent movement between stages.

⁽²⁾ Represents the increase in allowance resulting from loans that were newly originated or purchased and reflect movement into different stages within the period.

⁽³⁾ Repayments relate to loans fully repaid or derecognized and exclude loans written off where a credit loss was incurred.

⁽⁴⁾ Represents the change in the allowance due to changed in economic factors, risk and model parameters.

⁽⁵⁾ Includes an adjustment for a prior period reclassification from ECL to Member Loans.

6. CREDIT QUALITY OF MEMBERS' LOANS AND LEASES

The following table outlines the ranges used for the categorization of risk assessments:

Risk Assessment	FICO Score Range		Risk Rating Range	
	Insured Residential Mortgages	Conventional Residential Mortgages	Consumer ⁽¹⁾	Commercial ⁽²⁾
Very low risk	800 +	800 +	800 +	1
Low risk	701 - 799	701 - 799	701 - 799	2 and 3
Medium risk	600 - 700	650 - 700	650 - 700	4 and 5
High risk/impaired	599 or less	649 or less	649 or less	6 ,7, 8, and 9

⁽¹⁾ Includes consumer loans and credit card.

⁽²⁾ Includes commercial loans, credit card, agriculture loans, and lease receivables.

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6. CREDIT QUALITY OF MEMBERS' LOANS AND LEASES (CONTINUED)

The following table presents the gross carrying amount of the loans subject to impairment by risk category:

As at July 31, 2026	Residential Mortgages	Commercial ⁽¹⁾	Consumer ⁽²⁾	Total
Risk Categories				
Very low risk	\$ 5,771,101	\$ 33,777	\$ 558,261	6,363,139
Low risk	4,798,778	4,634,669	617,058	10,050,505
Medium risk	2,175,986	6,781,643	401,493	9,359,122
High risk	817,149	399,155	161,062	1,377,366
Impaired ⁽³⁾	16,092	141,490	5,441	163,023
Total members' loans and leases	\$ 13,579,106	\$ 11,990,734	\$ 1,743,315	27,313,155

As at October 31, 2025	Residential Mortgages	Commercial ⁽¹⁾	Consumer ⁽²⁾	Total
Risk Categories				
Very low risk	\$ 5,648,050	\$ 22,764	\$ 586,341	6,257,155
Low risk	4,766,385	4,461,340	654,731	9,882,456
Medium risk	1,999,724	6,104,766	329,091	8,433,581
High risk	810,658	374,238	174,261	1,359,157
Impaired ⁽³⁾	16,168	143,707	6,854	166,729
Total members' loans and leases	\$ 13,240,985	\$ 11,106,815	\$ 1,751,278	26,099,078

⁽¹⁾ Includes commercial loans, credit card, agriculture loans, and lease receivables.

⁽²⁾ Includes consumer loans and credit card.

⁽³⁾ Includes Stage 3 loans in POCI.

The following table presents the amount of undrawn loan commitments subject to impairment by risk category:

As at July 31, 2026	Residential Mortgages	Commercial ⁽¹⁾	Consumer ⁽²⁾	Total
Risk Categories				
Very low risk	\$ 1,805,943	\$ 208,788	\$ 931,874	2,946,605
Low risk	1,060,327	2,108,856	443,475	3,612,658
Medium risk	76,492	510,270	86,611	673,373
High risk	21,748	9,048	29,689	60,485
Impaired	901	335	349	1,585
Total off balance sheet credit instruments	\$ 2,965,411	\$ 2,837,297	\$ 1,491,998	7,294,706

As at October 31, 2025	Residential Mortgages	Commercial ⁽¹⁾	Consumer ⁽²⁾	Total
Risk Categories				
Very low risk	\$ 1,729,345	\$ 205,982	\$ 906,795	2,842,122
Low risk	1,173,296	2,194,976	456,629	3,824,901
Medium risk	71,285	531,602	82,957	685,844
High risk	22,491	8,372	29,816	60,679
Impaired	344	328	192	864
Total off balance sheet credit instruments	\$ 2,996,761	\$ 2,941,260	\$ 1,476,389	7,414,410

⁽¹⁾ Includes commercial loans, credit card, agriculture loans, and lease receivables.

⁽²⁾ Includes consumer loans and credit card.

Loans Past Due, as at July 31, 2026	Up to 30 Days	31 to 59 Days	60 to 89 Days	90 Days and Above	Total
Stage 1					
Residential mortgages	\$ 85,416	\$ -	\$ -	\$ -	85,416
Commercial ⁽¹⁾	77,101	-	-	-	77,101
Consumer ⁽²⁾	26,486	-	-	-	26,486
Stage 2					
Residential mortgages	33,752	42,994	15,856	6,547	99,149
Commercial ⁽¹⁾	691	55,069	22,530	66,925	145,215
Consumer ⁽²⁾	9,881	7,820	3,944	10	21,655
Stage 3					
Residential mortgages	-	-	-	14,688	14,688
Commercial ⁽¹⁾	2,798	817	1,055	139,485	144,155
Consumer ⁽²⁾	96	9	74	5,175	5,354
Total	\$ 236,221	\$ 106,709	\$ 43,459	\$ 232,830	619,219

⁽¹⁾ Includes commercial loans, credit card, agriculture loans, and lease receivables.

⁽²⁾ Includes consumer loans and credit card.

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6. CREDIT QUALITY OF MEMBERS' LOANS AND LEASES (CONTINUED)

Loans Past Due, as at October 31, 2025	Up to 30 Days	31 to 59 Days	60 to 89 Days	90 Days and above	Total
Stage 1					
Residential mortgages	\$ 77,521	\$ -	\$ -	\$ -	77,521
Commercial ⁽¹⁾	53,551	-	-	-	53,551
Consumer ⁽²⁾	25,887	-	-	-	25,887
Stage 2					
Residential mortgages	35,344	26,290	11,886	8,441	81,961
Commercial ⁽¹⁾	1,584	55,060	15,821	71,759	144,224
Consumer ⁽²⁾	10,989	9,980	3,297	37	24,303
Stage 3					
Residential mortgages	20	179	228	14,753	15,180
Commercial ⁽¹⁾	104	961	707	139,937	141,709
Consumer ⁽²⁾	129	51	72	6,696	6,948
Total	\$ 205,129	\$ 92,521	\$ 32,011	\$ 241,623	571,284

⁽¹⁾ Includes commercial loans, credit card, agriculture loans, and lease receivables.

⁽²⁾ Includes consumer loans and credit card.

The Credit Union has documented policies and procedures for the valuation of financial and non-financial collateral. For impaired loans and leases, an assessment of the collateral is taken into consideration when estimating the net realizable amount of the loan or lease.

The amount and types of collateral required depend on the Credit Union's assessment of members' credit quality and repayment capacity. Non-financial collateral taken by the Credit Union includes vehicles, residential real estate, real estate under development, business assets such as trade receivables, inventory, and property and equipment. The main types of financial collateral taken by the Credit Union include mortgage, cash, negotiable securities, and investments. Guarantees are also taken to reduce credit risk exposure risk.

As at	July 31 2026	October 31 2025
Loans and Leases by Security		
Insured loans and mortgages	\$ 5,782,028	\$ 5,502,106
Secured by mortgage	19,168,362	18,113,842
Secured by equipment and other	1,386,303	1,564,565
Unsecured loans	676,296	632,252
Unsecured credit card	300,166	286,313
Total	\$ 27,313,155	\$ 26,099,078

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7. DERIVATIVE FINANCIAL ASSETS AND LIABILITIES

As at	July 31, 2026			October 31, 2025		
	Gross Financial	Gross Financial	Net	Gross Financial	Gross Financial	Net
	Assets	Liabilities		Assets	Liabilities	
Equity-linked options	\$ 23,607	\$ (23,191)	\$ 416	\$ 23,701	\$ (23,363)	\$ 338
Swaptions	550	-	550	146	-	146
Interest rate swaps - FVTPL	2,318	(2,318)	-	6,068	(6,068)	-
Interest rate swaps - cash flow hedge	3,193	(14,100)	(10,907)	10,450	-	10,450
Foreign exchange forwards	83	(83)	-	-	-	-
Total	\$ 29,751	\$ (39,692)	\$ (9,941)	\$ 40,365	\$ (29,431)	\$ 10,934

As at July 31, 2026 all derivative financial instruments were subject to International Swaps and Derivatives Association (ISDA) master netting agreements. While subject to these agreements, no derivatives (2025 – none) meet the offsetting criteria under IFRS and are recognized gross.

The notional amounts of derivative financial instrument contracts maturing at various times are:

As at	1 to 3 Months	3 to 12 Months	1 to 5 Years	Over 5 Years	July 31 2026	October 31 2025
Equity-linked options	\$ 10,832	\$ 24,354	\$ 55,588	\$ -	\$ 90,774	\$ 126,697
Swaptions	793	156	973	12,283	14,205	4,034
Interest rate swaps - FVTPL	-	-	300,000	-	300,000	195,725
Interest rate swaps - cash flow hedge	500,048	1,400,156	3,100,973	12,283	5,013,460	3,102,571
Foreign exchange forwards	2,000	-	-	-	2,000	-
Total	\$ 513,673	\$ 1,424,666	\$ 3,457,534	\$ 24,566	\$ 5,420,439	\$ 3,429,027

Equity-linked Options

Equity-linked options are used to fix costs on term deposit liabilities that pay a return to the deposit holder based on the change in equity market indices. The embedded derivative in the term deposit liability and the option derivative are marked to market through interest income investments and have similar principal values and maturity dates. The fair value of the equity-linked derivative contract is separately presented as part of derivative instrument assets.

Swaptions

A swaption is an option that provides the buyer with the right, but not the obligation, to enter into a swap on an agreed date(s) in the future at prices specified by the swaption.

Interest Rate Swaps - FVTPL

Interest rate swaps are agreements where two counterparties exchange a series of interest payments based on different interest rates applied to a notional amount.

Due to the fluctuations in interest rates, the fair value of interest rate swaps for the Credit Union may be presented as an asset or liability on the consolidated statement of financial position.

Interest Rate Swaps Cash Flow Hedge - FVOCI

Designated cash flow hedges are interest rate swap agreements which qualify as hedging relationships for accounting purposes under IFRS 9 Financial Instruments. All other interest rate swap agreements are considered economic hedges. The Credit Union has designated certain hedging relationships involving interest rate swaps that convert variable rate deposits to fixed rate deposits or variable rate loans to fixed rate loans as cash flow hedges.

When an interest rate swap is designated as a cash flow hedging instrument, a hypothetical derivative is used to measure the fair value of the hedged items and determine the effective portion of changes in the fair value of the derivative. The effective portion of fair value changes are recognized in OCI and accumulated in the hedging reserve. Any ineffective portion of changes in the fair value of the interest rate swap is recognized immediately as interest income in the consolidated statement of income.

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7. DERIVATIVE FINANCIAL ASSETS AND LIABILITIES (CONTINUED)

Foreign Exchange Forwards

Foreign exchange forwards are agreements where two counterparties agree to exchange one currency for another at a future date on a specified notional amount.

Hedging Effectiveness

The table below presents the effects of derivatives in hedging relationships on the interim condensed consolidated statement of income and the interim condensed consolidated statement of comprehensive income:

Nine months ended July 31, 2026	Change in fair value of hedging instruments	Hedge ineffectiveness loss recognized in income (pre-tax basis)	Hedging loss recognized in OCI (pre-tax basis)	Income reclassified from OCI	Net effect on OCI (pre-tax basis)
Cash flow hedges					
Interest Rate Risk					
Loans	\$ (21,357)	\$ (231)	\$ (21,126)	2,103 \$	(23,229)
	\$ (21,357)	\$ (231)	\$ (21,126)	2,103 \$	(23,229)

Nine months ended July 31, 2025	Change in fair value of hedging instruments	Hedge ineffectiveness gain recognized in income (pre-tax basis)	Hedging gain recognized in OCI (pre-tax basis)	Expense reclassified from OCI	Net effect on OCI (pre-tax basis)
Cash flow hedges					
Interest Rate Risk					
Loans	\$ (4,017)	40 \$	(4,057) \$	(11) \$	(4,046)
	\$ (4,017)	40 \$	(4,057) \$	(11) \$	(4,046)

8. INVESTMENT INCOME

For the	Three months ended		Nine months ended	
	July 31 2026	July 31 2025	July 31 2026	July 31 2025
Debt and equity securities	\$ 18,736	\$ 24,322	\$ 56,848	86,967
Terms in other financial institutions	6,161	4,816	14,589	11,796
Asset backed securities	100	1,149	409	1,381
Other investments	1	47	3	137
Unrealized loss on derivative instruments	(210)	282	(310)	(163)
Realized gain (loss) on derivative instruments	1,739	45	4,746	(432)
Total	\$ 26,527	\$ 30,661	\$ 76,285	99,686

9. FAIR VALUE OF FINANCIAL INSTRUMENTS

The amounts set out in the table below represent the carrying amounts and fair values of the Credit Union's financial instruments using the valuations and assumptions described below. The amounts do not include the fair values of items that are not considered financial assets and financial liabilities.

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9. FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)

As at July 31, 2026	Note	Carrying Value	Fair Value	Fair Value Difference
Financial Instrument Assets				
Cash and cash equivalents	a	\$ 1,532,064	\$ 1,532,064	-
Investments at amortized cost	c,f	5,500	5,673	173
Investments at FVOCI	d,f	2,080,107	2,080,107	-
Investments at FVTPL	d	28,943	28,943	-
Assets at FVTPL	e	26,558	26,558	-
Assets at FVOCI	e	3,193	3,193	-
Members' loans and leases	b,d,f	27,198,978	27,254,775	55,797
Other financial assets	a	33,383	33,383	-
Total financial instrument assets		30,908,726	30,964,696	55,970
Financial Instrument Liabilities				
Members' deposits	b,d	25,887,646	25,892,741	5,095
Liabilities at FVTPL	e	26,030	26,030	-
Liabilities at FVOCI	e	14,100	14,100	-
Borrowings	a,d	299,472	299,472	-
Securitization liabilities	d	1,681,838	1,691,867	10,029
Payables and other financial liabilities	a	337,529	337,529	-
Total financial instrument liabilities		\$ 28,246,615	\$ 28,261,739	15,124

As at October 31, 2025	Note	Carrying Value	Fair Value	Fair Value Difference
Financial Instrument Assets				
Cash and cash equivalents	a	\$ 1,550,350	\$ 1,550,350	-
Investments at amortized cost	c,f	9,064	9,401	337
Investments at FVOCI	d,f	2,189,777	2,189,777	-
Investments at FVTPL	d	3,207	3,207	-
Assets at FVTPL	e	34,220	34,220	-
Assets at FVOCI	e	6,145	6,145	-
Members' loans and leases	b,d,f	26,010,889	26,113,291	102,402
Other financial assets	a	32,263	32,263	-
Total financial instrument assets		29,835,915	29,938,654	102,739
Financial Instrument Liabilities				
Members' deposits	b,d	25,167,381	25,235,889	68,508
Liabilities at FVTPL	e	29,875	29,875	-
Borrowings	a,d	299,502	299,502	-
Securitization liabilities	d	1,525,171	1,576,618	51,447
Payables and other financial liabilities	a	347,712	347,712	-
Total financial instrument liabilities		\$ 27,369,641	\$ 27,489,596	119,955

a) The fair values of cash, other financial assets, borrowings and other liabilities are assumed to approximate book values, due to their short-term nature.

(b) The estimated fair values of floating rate member loans and deposits are assumed to equal their book values since the interest rates reprice when market rates change.

(c) The fair value of asset-backed securities is determined by discounting contractual cash flows using current markets rates on securities with similar terms, which is a level 2 input.

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(unaudited)

9. FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)

(d) The fair values of the following instruments are estimated using level 2 inputs:

- Terms in other financial institutions and borrowings are estimated by discounting the expected future cash flows based on yield curves of similar financial instruments.
- Fixed-rate member deposits are determined by discounting contractual cash flows using current market rates on deposits with similar terms.
- Securitization liabilities are discounted using adjusted implied yields from prices of similar actively traded government agency securities.
- Debt securities are fair valued either with reference to quoted prices in an active market or based on recent arm's length market transactions for similar instruments.

The fair values of the following instruments are estimated using level 3 inputs:

- Fixed-rate member loans and leases are fair-valued by discounting expected future cash flows using current market interest rates for loans with similar credit risk.
- Equity securities and other investments which do not have a quoted market price in an active market. They are recorded at an aggregate fair value based on the most recent reliable discounted cash flow estimate calculated by a third-party valuation firm.

(e) The fair values of derivative financial instruments and investment share liability for member shares - series E are calculated based on valuation techniques using level 2 inputs reflecting market conditions at a specific point in time and may not be reflective of future fair values.

(f) Allowances, which are netted against the fair value determined, use forward-looking information in the calculation of ECL.

The following table provides a breakdown of the financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3:

As at July 31, 2026		Level 1	Level 2	Level 3	Total
Financial Assets					
Derivative assets	\$	- \$	29,751 \$	- \$	29,751
Investments at FVTPL		-	19,219	9,724	28,943
Investments at FVOCI		-	2,071,066	9,041	2,080,107
Total	\$	- \$	2,120,036 \$	18,765 \$	2,138,801
Financial Liabilities					
Member shares - Series E	\$	- \$	438 \$	- \$	438
Derivative liabilities		-	39,692	-	39,692
Total	\$	- \$	40,130 \$	- \$	40,130

Financial assets fair value measurements using Level 3 inputs

Balance at October 31, 2025	\$	12,801
Fair value through profit and loss		304
Fair value through other comprehensive income		(553)
Purchases		6,404
Sales		(191)
Balance at July 31, 2026	\$	18,765

SERVUS CREDIT UNION LTD.
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9. FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)

As at October 31, 2025	Level 1	Level 2	Level 3	Total
<i>Financial Assets</i>				
Derivative assets	\$ -	\$ 40,365	\$ -	40,365
Investments at FVTPL	-	-	3,207	3,207
Investments at FVOCI	-	2,180,183	9,594	2,189,777
Total	\$ -	\$ 2,220,548	\$ 12,801	2,233,349
<i>Financial Liabilities</i>				
Member shares - Series E	\$ -	\$ 444	\$ -	444
Derivative liabilities	-	29,431	-	29,431
Total	\$ -	\$ 29,875	\$ -	29,875
Financial assets fair value measurements using Level 3 inputs				
Balance at October 31, 2024			\$	13,277
Fair value through profit and loss				461
Fair value through other comprehensive income				(1,417)
Purchases				480
Balance at October 31, 2025				\$12,801
Financial liabilities fair value measurements using Level 3 inputs				
Balance at October 31, 2024				\$3,433
Contingent consideration - fair value change				317
Contingent consideration payment				(3,750)
Balance at October 31, 2025			\$	-

10. COMPARATIVE FIGURES

Certain comparative figures in the interim consolidated statements and note disclosures have been reclassified to conform to the current year's presentation.