

MAY 25, 2018

# FEDERAL CONTINUANCE UPDATE

As promised, we are dedicated to providing updates on our journey to become a federal credit union headquartered right here in Saskatchewan. Here is a short summary of where we are at and the next important steps in our timeline.

## Pre-Application – Phase One

Last year we completed phase one of our pre-application to the Office of the Superintendent of Financial Institutions (OSFI). This included submitting our business case along with pre-application materials like self-assessments that identify any gaps between our current approach and what would be required of a federal credit union. We also met extensively with OSFI so that they could gain a clear understanding of Innovation and our business.

In late 2017, 82% of voting members voted in favor of our proposal to apply to become a federal credit union. (Thank you for your support!)

In mid-December, OSFI issued a Letter of Expectations to us which outlines all of the areas OSFI would like Innovation to address or expand on in our phase two application.

## Application – Phase Two

We will begin phase two, the application, on July 3, 2018 when we submit our formal application to OSFI. At this time, we have only provided a notice of intention to apply to become a federal credit union.

We have a dedicated team devoted to addressing items identified in the Letter of Expectations as well as in OSFI's Federal Credit Union Continuance Guidelines. This amazing project team is doing a tremendous job of demonstrating to OSFI that we are ready to become a federal credit union.

We require both Credit Union Deposit Guarantee Corporation (CUDGC), our current regulator, and the Registrar of Credit Unions (part of the Financial Consumer Affairs Authority of Saskatchewan) to approve our federal continuance. We've submitted a formal application to CUDGC with items still outstanding. We'll continue working with CUDGC throughout the application process.

If everything goes according to plan, it's our hope to receive approval for federal continuance in 2019.

## KEY DATES & MILESTONES

May 12 - July 9: Notice of Intent to Apply  
July 3: Submission of Application to OSFI  
August 2018 & Ongoing: Regular Meetings with OSFI

