Kilmallock Credit Union LIMITED

KILMALLOCK | CHARLEVILLE | KILFINANE | & SURROUNDS

The 60th Annual General Meeting of the members of Kilmallock Credit Union Ltd., will be held on Wednesday 22nd January 2025 at 7.30pm

063 98355 www.kilmallockcu.ie

Loan rep.: €50,000 at 6% (6.18%) APR over 10 years, monthly repayment: €555, cost of credit: €16,612.37

Terms & Condition's apply. If you do not meet the repayments on your loan, your account will go into arrears. This may affect your credit rating, which may limit your ability to access credit in the future. Kilmallock Credit Union Limited is regulated by the Central Bank of Ireland.

Notice of Annual General Meeting

The 2024 Annual General Meeting of the members of Kilmallock Credit Union Limited will take place in Deebert House Hotel on Wednesday 22nd January 2025 at 7.30 p.m

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Directors
Con O'Brien (Chairperson), Anne Maher (Secretary), David Mulcahy, Gerard Clancy, Donal Hayes, Richard Egan, Jim O'Doherty, Aaron Cronin, Brendan Hogan, Paula Clery, Eamon Moloney

Board Oversight Committee Members
Mary Tobin, Marie Houlihan, Eamonn O'Riordan (Resigned), Michael Fitzgerald (Co-opted)

Business Address
Lord Edward Street, Kilmallock, Co. Limerick

Auditors
Moore Business Advisors UC T/A Moore
Chartered Certified Accountants and Statutory Auditors, Pamdohlen House, Dooradoyle Road, Limerick

Bankers
Allied Irish Bank PLC, Lord Edward Street, Kilmallock, Co. Limerick

Solicitors
Lees Solicitors, Lord Edward Street, Kilmallock, Co. Limerick
Pierce & Fitzgibbon Solicitors, Market Street, Listowel, Co. Kerry

Notice of Motion (Amendment to Standard Rules)

Rule 40 (2)

Existing Wording

At the time of the adoption of these rules, the board of directors shall consist of **11** members, all of whom shall be members of the credit union.

That this Annual General Meeting amends Rule 40 (2) of the Standard Rules of Credit Unions (ROI) to read as follows:

Proposed Amendment

At the time of the adoption of these rules, the board of directors shall consist of **9** members, all of whom shall be members of the credit union.

HAVE YOU COMPLETED YOUR

NOMINATION?

This service is free to our members and is exclusive to Credit Unions, you cannot avail of this option in a bank.

Our Nomination Service allows a member to nominate a person to receive their savings and insurance benefits, up to a maximum value of €27,000 in the event of their death.

Using a nomination facility means the money can be paid without waiting for probate and without legal fees, up to a maximum value of €27,000. Any amount in excess of €27,000 will form part of your estate.

Your nomination and the savings associated are separate to your will and estate and are not affected by the terms of your will or by a modification to your will. A nomination form can be completed by a member aged 16 years or over.

You can get a Nomination Form in any of our branches. If you questions please call 063 98355 or email info@kilmallockcu.ie

Agenda

1. Acceptance of proxies (if any) by Board of Directors
2. Ascertainment that a Quorum is present
3. Adoption of Standing Orders
4. Reading and Approval (or correction) of Minutes of AGM 2023
5. Chairman's Report
6. Director's Report
7. Report on the Financial Statements and Consideration of Accounts
8. Auditor's Report
9. Board Oversight Committee Report
10. Declaration of Dividend and Interest Rebate.
11. Credit Committee Report
12. Credit Control Committee Report
13. Membership Officer's Report
14. Education & Promotion Committee Report
15. Any Sub-Committee Report
16. Nominating Committee Report
17. Appointment of Tellers
18. Election of Auditor
19. Election to fill vacancies on the Board Oversight Committee
20. Election to fill vacancies on the Board of Directors
21. Amendments to Standard Rules

Notice of Elections for AGM 2024

1. The Board of Directors must be elected in accordance with section 53(6)(b) for the Credit Union Act, 1997 (as amended)
2. Nominations to be received in time prior to the annual general meeting to allow the requirement time relating to fitness and probity to be met.
3. Every candidate to be nominated for appointment as a member of the board of directors of a credit union shall be proposed through the nomination committee of the credit union; as such nominations from the floor at AGM are no longer permitted.
4. Under Section 113 of Credit Union Act 1997 (as amended). (1) At each annual general meeting a credit union shall, by a majority vote of the members present and voting, elect an auditor to hold office from the conclusion of that meeting until the next annual general meeting.
5. Under 76(N) elections by secret ballot will be held to fill vacancies in the Board Oversight Committee. One such vacancy arises this year.
6. Under 53(6)(b) elections by secret ballot and by majority vote will be held to fill vacancies in the Board of Directors. Four such vacancies arise this year.
7. All those nominated (other than for the positon of Auditor) must be members of the Credit Union and have reached the age of 18 years.

For and on behalf of the Board of Directors
Anne Maher, Secretary.

For an unprecedented ten consecutive years, credit unions are named the undisputed champions in Ireland for Customer Experience

10 IN A ROW

For a record-breaking 10th consecutive year, credit unions have topped the league table for best customer experience in Ireland, according to the 2024 Customer Experience Insight (CXi) Report. Furthermore, credit unions are also the only brand to have maintained a constant presence in the top ten since the survey began ten years ago, a testament to the consistency of their CX excellence.

Credit unions achieved an incredible overall CX score of 8.26, with a score of more than 8.0 considered to be the measure of CX Excellence. In contrast, the average score in the financial services sector was 6.91.

CXi OVERALL CX CHAMPION 2015-2024

CXi BEST BRAND IN FINANCIAL SECTOR 2024

Credit Unions claim top spot in the Ireland RepTrak® Study 2024

Credit unions have been ranked as the most reputable organisation in Ireland, topping the Ireland RepTrak® 2024 study ranking for the second consecutive year.

Model Standing Orders for Credit Unions

Reference: Recommendation 41 (b) of the Planning Committee

1. Voting

Each member shall be entitled to one vote irrespective of his/her shareholding, in accordance with section 82(2) of the Credit Union Act, 1997 (as amended).

2. - 3. Election Procedure

2. Elections to the board of directors, to the board oversight committee and the position of auditor shall be by majority vote and by secret ballot.

3. When nominations are announced tellers shall be appointed by the chair and ballot papers shall be distributed. Nominations shall be in the following order:

a) nominations for auditor;
b) nominations for members of the board oversight committee;
c) nominations for directors.

When voting is completed, the votes shall be taken and tallied by the tellers. Any ballot paper which contains votes for more than the number required to be elected shall be void. All elections shall be by secret ballot and by majority vote. When the votes have been counted by the tellers, the results shall be announced by the chair. In the event that all vacancies are not filled by the first ballot further ballots shall be taken as required. In the event of an equality of votes between candidates for the remaining vacancies not filled in accordance with the above procedure one further ballot shall be taken and should that ballot fail to determine the issue, the vacancies shall be filled by lot from among such candidates having an equality of votes.

4. - 9. Motions

4. All motions from the floor of the AGM must be proposed and seconded by members present at the AGM and moved by the proposer. If the proposer is absent when the motion is called, the motion shall be deemed to have failed.

5. A proposer of a motion may speak for such period as shall be at the discretion of the chair of the meeting and shall have the right of reply before the motion is put to the meeting for a vote.

6. In exercising his/her right of reply, a proposer may not introduce new material.

7. The seconder of a motion shall have such time as shall be allowed by the chair to second the motion.

8. Members are entitled to speak on any such motion and must do so through the chair. All speakers to any motion shall have such time as shall be at the discretion of the chair.

9. The chair shall have the absolute right to decide at any time when a motion has been sufficiently discussed and may put the motion to the meeting giving the proposer the right of reply before doing so.

10. - 15. Miscellaneous

10. The chair of the board of directors shall be the chair of any general meeting, except where he/she is not available, in which case it shall be the vice-chair, except where he/she is not available, in which case the board shall decide amongst themselves who shall act as chair of any general meeting.

11. The chair may at his/her discretion, extend the privilege of the floor to any person who is not a member.

12. Matters not covered by the Agenda may be introduced under "Other Business" at the discretion of the chair.

13. The chairman's decision on any matter relating to these Standing Orders or interpretation of same shall be final.

14. No member shall have more than one vote on each question at any general meeting of the credit union or any adjournment thereof irrespective of his/her shareholding or the number of accounts in his/her name in the credit union provided, however, that except in voting at elections, the presiding member shall have a second or casting vote in the event of equality of voting. Voting by proxy shall be allowed only when a member other than a natural person votes through a representative, who is a member of the group, duly authorised in writing for that purpose and accepted as such by the board of directors.

15. Any matter to be decided upon by vote at the AGM shall, unless otherwise expressly provided for by law or the rules, be decided upon by simple majority.

16. Suspension of Standing Orders

Any one of these Orders or all of these Standing Orders may be suspended on a motion to this effect receiving a two-thirds majority of those present and entitled to vote.

17. Alteration of Standing Orders

Standing Orders may be amended or altered at a general meeting and only if a motion to this effect has received a two-thirds majority of those present and voting.

18. Adjournments

Adjournments of the AGM shall take place only in accordance with section 81(1) of the Credit Union Act, 1997 (as amended).

Directors' Report

For the financial year ended 30 September 2024

The directors present their report and the audited financial statements for the year ended 30th September 2024.

Objects

The objects of the Credit Union are the acceptance of member share/savings and lending to members in accordance with legislation and criteria determined by the Irish League of Credit Unions and the Credit Union itself.

Principal Risks and Uncertainties

The purpose of our Credit Union is to allow members save together and lend to each other at a fair and reasonable rate of interest.

The principal risks and challenges facing this Credit Union are loan default; not lending a sufficient proportion of funds so that too much of the Credit Union's resources are tied up in investment products and the risk that we will not have sufficient cash resources to meet day to day running costs and repay members savings when demanded (liquidity risk). These risks are managed by the Credit Union so as to achieve an acceptable balance of growth and security for member's resources.

The principal areas currently requiring risk management include and in respect of which the Board has rigorous monitoring and procedures in place so as to minimise exposure to such risks include:

Credit risk:

The risk of financial loss arising from a borrower, issuer, guarantor or counter party, which may fail to meet its obligations in accordance with agreed terms.

Liquidity risk:

The risk that a credit union will not be able to fund its current and future expected and unexpected cash outflows as they fall due, without incurring significant losses.

Lack of loan demand risk:

The risk arising from the fact that lending is the principal activity of the credit union and the credit union is significantly reliant on such lending for generating income to cover costs and generate a surplus.

Operational risk:

The risk of loss (financial or otherwise) resulting from inadequate or failed internal processes or systems of the credit union, any failure by persons connected with the credit union, legal risk or external events.

Viability risk:

The risk to the credit union's ongoing future operating surplus arising from the loan book returning to a declining position, further and/or continuing reductions in the rate of return on its investments portfolio and/or increased operating costs.

Market risk:

The risk that the value of the credit unions investments will decrease. This risk can arise from fluctuations in values of or income from assets or changes in interest rates.

Interest rate risk:

The risk arising from differences between the interest rate exposures on loans and investments receivable, as offset by the cost of capital, which is typically that of distributions to members, payable in the form of dividends and interest rebates.

Strategy/business model risk:

The risk which the credit union faces if they cannot compete effectively or operate a viable business model and the inherent risk in the credit union's strategy.

Directors' Report

For the financial year ended 30 September 2024

Business Review

The directors are satisfied with the results for the year and the year-end financial position of the Credit Union. We continue to monitor the economic climate and any potential adverse impact on the performance of the credit union. The Board are confident that the Credit union is in a strong position to continue to improve our members experience through the services we offer (both existing and new) and ultimately achieve our strategic objectives, ensuring the successful future of the credit union.

Future Developments

The directors are confident of the credit union`s ability to operate successfully in the future. The Board will continue to focus on growing our loan book, promote our Current Account offering and invest in payment products for our members.

Dividend and Interest Rebate

The directors propose a dividend of €78,037 at the rate of 0.175% (2023: €42,559).
The directors propose an interest rebate of €12,449 at the rate of 3% (2023: €12,568).

Directors and Board Oversight Committee Members

The following directors resign from the board and being eligible, offer themselves for re-election:

Brendan Hogan, Gerard Clancy, Richard Egan

The following Director resigned during the year from the Board and does not offer himself for re-election.
Jim O' Doherty

In accordance with Section 76 (N) (2) (B) of the Credit Union Act, 1997 (as amended), the following was co-opted during the year and therefore resigns from the Board Oversight Committee and being eligible, offers himself for re-election.
Michael Fitzgerald

The following director resigned during the year from the board oversight committee and does not offer himself for re-election:
Eamonn O' Riordan

Accounting Records

The Directors believe that they comply with the requirements of Section 108 of the Credit Union Act, 1997 (as amended) with regard to books of account by employing accounting personnel with the appropriate expertise and by providing adequate resources to the financial function. The books of account of the Credit Union are maintained at the Credit Union's premises at Lord Edward Street, Kilmallock, Co. Limerick.

Post Balance Sheet Events

The directors are not aware of any material events occurring between 30th September 2024 and the date on which the Financial Statements were signed which would require an adjustment to be made to the Financial Statements.

Auditors

The auditors, Moore Business Advisors UC T/A Moore, have indicated their willingness to continue in office in accordance with Section 115 of the Credit Union Act 1997 (as amended).

Approved on behalf of the Credit Union Board

Member of the Board of Directors **Member of the Board of Directors** **Date:** 12th November 2024

Statement of Directors' Responsibilities

The Credit Union Acts, 1997, as amended requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Credit Union and of the income and expenditure of the Credit Union for that year. In preparing these financial statements the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the credit union will continue in business.

The directors confirm that they have complied with the above requirements in preparing the financial statements. The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Credit Union and to enable them to ensure that the financial statements are prepared in accordance with applicable Irish law and Generally Accepted Accounting Practice in Ireland, including the standards issued by the Financial Reporting Council, and in particular FRS102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". They are responsible for safeguarding the assets of the Credit Union and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the directors are aware:

- there is no relevant audit information (information needed by the Credit Union's auditor in connection with preparing the auditor's report) of which the Credit Union's auditor is unaware, and
- the directors have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the Credit Union's auditor is aware of that information.

Approved on behalf of the Credit Union Board

Member of the Board of Directors **Member of the Board of Directors** **Date:** 12th November 2024

Statement of Board Oversight Committee's Responsibilities

The Credit Union Acts, 1997, as amended require the appointment of a Board Oversight Committee to assess whether the board of directors has operated in accordance with Part IV, Part IV (a) and any regulations made for the purposes of Part IV or Part IV(a) of the Credit Union Act, 1997 (as amended) and any other matter prescribed by the Central Bank in respect of which they are to have regard to, in relation to the board.

Approved on behalf of the Board Oversight Committee

Member of the Board Oversight Committee **Member of the Board Oversight Committee** **Date:** 12th November 2024

Independent Auditors Report
to the Members of Kilmallock Credit Union Ltd.

Report on the audit of the financial statements

Opinion
We have audited the financial statements of Kilmallock Credit Union Ltd. for the year ended 30th September 2024 which comprise the Income & Expenditure Account, the Balance Sheet, the Statement of Changes in Reserves, the Statement of Cash Flows and notes to the financial statements, including the summary of significant accounting policies set out in note 2. The financial reporting framework that has been applied in their preparation is Irish law and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

In our opinion the financial statements:
- give a true and fair view in accordance with Generally Accepted Accounting Practice in Ireland of the state of the credit union's affairs as at 30th September 2024 and of its income and expenditure and cash flows year then ended; and
- have been properly prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been properly prepared in accordance with the requirements of the Credit Union Act 1997, as amended.

Basis for opinion
We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Credit Union in accordance with ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern
We have nothing to report in respect of the following matters in relation to which IAASA require us to report to you where:
- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Credit Union's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other Information
The directors are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our Auditor's Report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Independent Auditors Report
to the Members of Kilmallock Credit Union Ltd.

Opinions on other matters prescribed by the Credit Union Act 1997, as amended
Based solely on the work undertaken in the course of the audit, we report that:

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion proper accounting records have been kept by the Credit Union.
- The financial statements are in agreement with the accounting records.

Respective responsibilities
Responsibilities of directors for the financial statements
As explained more fully in the Statement of Directors' Responsibilities as set out on page 6, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors' are responsible for assessing the Credit Union's ability to continue as a going concern, disclosing, as applicable, matters related to the going concern and using the going concern basis of accounting unless management intends to liquidate the Credit Union or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Further information regarding the scope of our responsibilities as auditor
As part of an audit in accordance with ISAs (Ireland), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Credit Union's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Credit Union's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the Credit Union to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation

Independent Auditors Report
to the Members of Kilmallock Credit Union Ltd.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

The purpose of our audit work and to whom we owe our responsibilities

Our report is made solely to the Credit Union's members, as a body, in accordance with section 120 of the Credit Union Act 1997, as amended. Our audit work has been undertaken so that we might state to the Credit Union's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Credit Union and the Credit Union's members, as a body, for our audit work, for this report, or for the opinions we have formed.

Ryan Hartigan FCCA CPA – Statutory Auditor
for and on behalf of
Moore Business Advisors UC,
T/A Moore,
Chartered Certified Accountants and Statutory Auditors,
Pamdohlen House,
Dooradoyle Road,
Limerick,
Ireland

Date: 25th November 2024

Loans *from* Home

APPLY ONLINE

Apply though our online banking or mobile app

LOAN DOCUMENTS

Upload your documents securely. Our free Open Banking service is available now.

AGREEMENT

Digitally sign your credit agreement

FUNDS DRAWDOWN

Funds automatically transferred to your chosen account

Open Banking

Making loan applications even easier!

- When you apply for a loan via our online banking or our Mobile App, you will be given the option to 'Connect your Bank Account'.
- This means you are giving Kilmallock Credit Union access to your latest bank statement for the purposes of your loan application.
- You will not need to download, print or contact your bank to request a statement and wait for it to be delivered.
- This is a secure and convenient way of sharing your financial details with Kilmallock Credit Union when applying for a loan.

Income & Expenditure Account

For the Financial Year Ended 30th September 2024

	Schedule	2024	2023
INCOME		€	€
Interest on member' loans	1	**1,920,082**	1,592,900
Investment income	2	**578,971**	344,292
Net interest income		**2,499,053**	1,937,192
Other income	3	**40,693**	68,833
Total income		**2,539,746**	2,006,025
EXPENDITURE			
Salaries and other wage costs		**543,497**	452,871
Other management expenses	4	**1,170,913**	1,107,775
Depreciation charge on fixed assets		**92,268**	89,795
Provision for bad debts		**126,529**	27,422
Bad debts recovered		**(71,536)**	(65,309)
Interest on impaired members' loans	1	**(33,791)**	(54,411)
Total expenditure		**1,827,880**	1,558,143
Surplus of income over expenditure		**711,866**	447,882
Other Comprehensive Income		**-**	-
Total comprehensive income		**711,866**	447,882

The financial statements were approved, and authorised for issue, by the Board on the 12th November 2024 and signed on its behalf by;

Manager | **Member of Board of Directors** | **Member of Board Oversight Committee**

Date: 12th November 2024

The notes on pages 17 to 30 form part of the financial statements

Balance Sheet

For the Financial Year Ended 30th September 2024

	Notes	2024	2023
		€	€
Assets			
Cash and cash equivalents	10	**2,149,641**	1,305,704
Deposits and investments - Cash Equivalent	11	**13,728,031**	8,785,417
Deposits and investments - Other	11	**19,934,810**	24,812,062
Loans to members	12	**30,206,003**	26,133,067
Provision for bad debts	12	**(1,357,494)**	(1,230,965)
		64,660,991	59,805,285
Other Assets			
Tangible fixed assets	14	**1,766,238**	1,631,226
Investment is associate undertaking	15	**20,000**	-
Prepayments and accrued income	16	**260,834**	261,083
Total Assets		**66,708,063**	61,697,594
Liabilities			
Members' deposits		**10,287,190**	8,751,777
Members' shares	13	**46,128,772**	43,680,400
Money Management Accounts		**672,325**	282,207
Creditors and accruals	17	**217,441**	237,644
		57,305,728	52,952,028
Total Liabilities		**9,402,335**	8,745,566
Net Assets			
Members' Resources			
Regulatory reserve	18	**8,672,048**	8,016,758
Operational risk reserve	18	**169,176**	167,984
Other reserves	18	**561,111**	560,824
Total Members' Resources		**9,402,335**	8,745,566

The financial statements were approved, and authorised for issue, by the Board on the 12th November 2024 and signed on its behalf by;

Manager | **Member of Board of Directors** | **Member of Board Oversight Committee**

Date: 12th November 2024

The notes on pages 17 to 30 form part of the financial statements

Statements of Changes in Reserves

For the year ended 30th September 2024

	Regulatory reserve	Distribution reserve	Operational risk reserve	Unrealised reserve	General reserve	Total
	€	€	€	€	€	€
At 1st October 2022	7,774,312	-	147,984	24,755	350,633	8,297,684
Surplus allocation in year	142,446	55,127	20,000	-	230,309	447,882
Other movement in reserves	100,000	-	-	-	(100,000)	-
At 30th September 2023	**8,016,758**	**55,127**	**167,984**	**24,755**	**480,942**	**8,745,566**
At 1st October 2023	8,106,758	55,127	167,984	24,755	480,942	8,745,566
Distributions	-	(55,097)	-	-	-	(55,097)
Surplus allocation in year	325,290	90,486	1,192	-	294,898	711,866
Other movement in reserves	330,000	(30)	-	-	(329,970)	-
At 30th September 2024	**8,672,048**	**90,486**	**169,176**	**24,755**	**445,870**	**9,402,335**

The Regulatory Reserve of the Credit Union as a % of the total assets as at 30th September 2024 was 13% which is in excess of the Credit Union's Regulatory Reserve requirement of 10%

Statement of Cash Flows

For the Financial Year Ended 30th September 2024

		2024	2023
		€	€
Opening cash and cash equivalents	10	**10,091,121**	10,145,160
Cash flows from operating activities			
Loans repaid		**8,918,891**	7,641,923
Loans granted		**(12,991,827)**	(11,160,113)
Loan interest received		**1,953,873**	1,647,311
Investment income		**578,971**	344,292
Other income received		**40,693**	68,833
Bad debts recovered		**71,536**	65,309
Dividends paid		**(42,529)**	-
Loan interest rebate		**(12,568)**	-
Operating expenses		**(1,714,410)**	(1,560,646)
Movement in other assets		**(19,751)**	29,244
Movement in other liabilities		**(20,203)**	(128,563)
Net cash used in operating activities		**(3,237,324)**	(3,052,410)
Cash flows from investing activities			
Purchase of tangible fixed assets		**(227,280)**	(33,650)
Net cash flow from other investing activities		**4,877,253**	1,456,140
Net cash generated from/(used in) investing activities		**4,649,973**	1,422,490
Cash flows from financing activities			
Members' shares received		**39,736,993**	36,414,935
Members' deposits received		**13,046,452**	9,087,030
Members' shares withdrawn		**(37,288,621)**	(35,571,395)
Members' deposits withdrawn		**(11,120,922)**	(8,354,689)
Net cash generated from financing activities		**4,373,902**	1,575,881
Net increase/(decrease) in cash and cash equivalents		**5,786,551**	(54,039)
Cash and cash equivalents at end of financial year	10	**15,877,672**	10,091,121

Notes to Financial Statements

For the year ended 30th September 2024

1. LEGAL AND REGULATORY FRAMEWORK

Kilmallock Credit Union Ltd. is registered with the Registry of Credit Unions and is regulated by the Central Bank of Ireland. The registered office of the Credit Union is located at Lord Edward St., Kilmallock, Co. Limerick.

2. ACCOUNTING POLICIES

2.1 Basis of preparation

The financial statements have been prepared in accordance with applicable Irish accounting standards, including Financial Reporting Standard 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland and Irish statute comprising of the Credit Union Act, 1997 (as amended). The financial statements have been prepared on the historical cost basis. The financial statements are presented in Euro (€) which is also the functional currency of the Credit Union. The following principle accounting policies have been applied;

2.2 Statement of compliance

The financial statements of the Credit Union for the year ended 30 September 2024 have been prepared on the going concern basis and in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (FRS 102).

2.3 Going concern

After reviewing the Credit Union's projections, the directors have reasonable expectation that the Credit Union has adequate resources to continue in operational existence for the foreseeable future. The Credit Union therefore continues to adopt the going concern basis in preparing its financial statements.

2.4 Interest on members' loans

Interest on Members' Loans is recognised on a accruals basis using the effective interest method Interest on impaired loans is accounted for separately as set out by Central Bank guidelines

2.5 Investment income

Investment income is recognised on the accrual's basis using the effective interest method. The specific investments held by the Credit Union are accounted for as follows:

Held at amortised cost

Investments designated on initial recognition as held at amortised cost are measured at amortised cost using the effective interest method less impairment. This means that the investment is measured at the amount paid for the investment, minus any repayments of the principal; plus or minus the cumulative amortisation using the effective interest method of any difference between the amount at initial recognition and the maturity amount, minus, in the case of a financial asset, any reduction for impairment or un-collectability.

Central Bank deposits

Credit Unions are obliged to maintain certain deposits with the Central Bank. These deposits are technically assets of the credit union but to which the Credit Union has restricted access. The funds on deposit with the Central Bank attract nominal interest and will not ordinarily be returned to the credit union while it is a going concern. The amounts are stated at the amount deposited plus accrued income and are not subject to impairment reviews.

Investments at fair value

Investments designated on initial recognition as non basic are recognised at fair value. They are subsequently measured at fair value (market value) at the financial year-end date and all gains and losses are taken to the income and expenditure account. Where there is no active market, these assets will be carried at amortised cost less impairment.

2.6 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or at valuation, less accumulated depreciation. The charge to depreciation is calculated to write off the original cost or valuation of tangible fixed assets, less their estimated residual value, over their expected useful lives. The board have reviewed the estimated useful life of tangible fixed assets and have amended the accounting estimate as follows:

Premises	Straight line over 70 years (Previously 50 years)
Computers	Straight line over 5 years (Previously 3 years)
Office equipment, fittings and equipment	Straight line over 10 years (No Change)
Specific fittings	Straight line over 20 years (New classification)

2.7 Impairment of tangible fixed assets

The carrying values of tangible fixed assets are reviewed when appropriate for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

2.8 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and deposits and investments with a maturity of less than or equal to three months.

2.9 Financial assets

Loans

Loans are financial assets with fixed or determinable payments. Loans are recognised when cash is advanced to members and measured at amortised cost. Loans are derecognised when the right to receive cash flows from the asset have expired, usually when all amounts outstanding have been repaid by the member.

2.10 Bad debt provision

Allowances for impaired loans represent reserves and/or provisions made during the year less amounts utilised or realised charged against the surplus for the year. Amounts are created after a detailed review of individual loans and groups of loans. Key assumptions underpinning the Credit Union's estimates of collective provisions for loans with credit risk characteristics, and, Incurred But Not Reported (IBNR) are based on the historical experiences of the Credit Union allied to the Credit Union's judgement of relevant conditions in the wider technological, market, economic or legal environment in which the Credit Union operates. If the loan is impaired, the impairment loss is the difference between the carrying amount of the loan and the present value of the expected cash flows discounted at the asset's original effective interest rate taking account of pledged shares and other security as appropriate. Bad debts in the Credit Union are recognised when there is a reasonable doubt that the full amount of principal will not be collected, or the financial capacity of the borrower has deteriorated such that the recovery of the whole or part of an outstanding loan advanced is in doubt. In all cases where it is impractical to estimate the recoverable amount the carrying amount is reduced to zero.

2.11 Financial liabilities

Members' shares and deposits

Members' shares and deposits in Kilmallock Credit Union Ltd. are redeemable and therefore are classified as financial liabilities. They are recognised at the amount of cash deposited.

2.12 Holiday pay

A liability is recognised to the extent of any unused holiday pay entitlement which is accrued at the Balance Sheet date and carried forward to future periods. This is measured at the undiscounted salary cost of the future holiday entitlement so accrued at the Balance Sheet date.

2.13 Pensions

The Credit Union has complied with all the necessary requirements under the PRSA scheme obligations.

2.14 Distribution

Kilmallock Credit Union Ltd.'s policy is to pay when appropriate a reasonable rate of dividend and loan interest rebate subject to covering operating expenses and meeting reserve requirements as set out in the Credit Union's Reserve Management Policy.

2.15 Reserves

Regulatory reserve

The Credit Union Act, 1997 (Regulatory Requirements) Regulations 2018 requires Credit Unions to establish and maintain a minimum Regulatory Reserve requirement of at least 10 per cent of the assets of the credit union. This Reserve is to be perpetual in nature, freely available to absorb losses, realised financial reserves that are unrestricted and non-distributable.

Operational risk reserve

Section 45(5)(a) of the Credit Union Act, 1997 (as amended) requires each credit union to maintain an additional reserve that it has assessed is required for operational risk having regard to the nature, scale and complexity of the credit union. Credit Unions are required to maintain a minimum operational risk reserve having due regard for the sophistication of the business model.

Other reserves

Other Reserves are the accumulated surpluses to date that have not been declared as dividends returnable to members. In accordance with the Central Bank Guidance Note for Credit Unions on Matters Relating to Accounting for Investments and Distribution Policy, investment income that has been recognised but will not be received within 12 months of the balance sheet date is classified as "unrealised" and is not distributable. A reclassification between unrealised and realised is made as investments come to within 12 months of maturity date. All other inc ome i s classified as "realised".

3. CRITICAL ACCOUNTING JUDGEMENT AND ESTIMATES

The preparation of financial statements requires the use of certain accounting estimates. It also requires the Directors to exercise judgement in applying Kilmallock accounting policies. The areas requiring a higher degree of judgement, or complexity, and areas where assumptions or estimates are most significant to the financial statements are discussed below:

Bad Debts/Impairment losses on loans to members

Loan loss provisioning is monitored by Kilmallock Credit Union and the credit union assesses and approves its provisions and provision adequacy on a quarterly basis. The Credit Union accounting policy for the impairment of loans is set out in accounting policies, Note 2.9.

In assessing loans, the credit union carries out a review of loans (with particular emphasis on significant loans) on both an individual basis and a group basis. The analysis and summary of these credit risk categorisations are set in Note 20.

Operational Risk Reserve

Section 45(5) (a) of the 1997 Act requires each credit union to maintain an additional reserve that it has assessed is required for operational risk having regard to the nature, scale, and complexity of the credit union. Credit unions are required to maintain a minimum operational risk reserve having due regard to the sophistication of the business model. The directors have considered the requirements of the Act and have considered an approach to calculation of operational risk reserve based on indicative guidance issued by the Central Bank.

3 Establishing useful economic lives for depreciation purposes of tangible fixed assets

Long-lived assets, consisting primarily of Tangible fixed assets, comprise a portion of the total assets. The annual depreciation charge depends primarily on the estimated useful economic lives of each type of asset and estimates of residual values. The directors regularly review these asset useful economic lives and change them as necessary to reflect current thinking on remaining lives in light of prospective economic utilisation and physical condition of the assets concerned. Changes in asset useful lives can have a significant impact on depreciation and amortisation charges for the period. Detail of the useful economic lives is included in the accounting policies.

4 GOING CONCERN

The Directors are very satisfied with the performance of the Credit Union this year and are confident that profitability will be maintained over the next three years unless there is a significant downturn in the general economic climate. On this basis the Board believe it is appropriate to continue to prepare the financial statements on the going concern basis.

5 INCOME FROM INVESTMENTS

	2024	2023
	€	€
Investment income received/receivable within one year	**578,971**	344,768
Negative interest on deposit accounts	**-**	(476)
	578,971	344,292

6 BAD AND DOUBTFUL DEBTS

	2024	2023
	€	€
Movement in provision for bad and doubtful Debts	**126,529**	27,422

7 RATES OF INTEREST CHARGED ON MEMBERS' LOANS

The rate of interest charged on members loans during the year by the credit union was between 4.5%-12% across all types of loans. The interest is charged on the reducing balance basis.

8 KEY MANAGEMENT PERSONNEL

The directors of Kilmallock Credit Union Ltd. are all unpaid volunteers. The management personnel compensation is as follows:

	2024	2023
	€	€
Short term employee benefits	**244,732**	203,793

9 EMPLOYEES AND REMUNERATION

The staff costs comprise:	2024	2023
	€	€
Wages and salaries	**525,358**	435,687
Pension Costs	**18,139**	17,184
	543,497	452,871

10 CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise of cash on hand and deposits and investments with a maturity of less than or equal to three months.

	2024	2023
	€	€
Cash and bank balances	**2,149,641**	1,305,704
Deposits and investments	**13,728,031**	8,785,417
	15,877,672	10,091,121

11 INVESTMENTS

	2024	2023
	€	€
Deposits & Investments - cash equivalent	**13,728,031**	8,785,417
Accounts in authorised credit institutions (Irish and non-Irish based)	**10,100,000**	12,605,922
Central Bank deposits	**407,576**	387,576
Irish & EEA State securities	**4,427,234**	7,403,522
Bank bonds	**5,000,000**	4,415,042
Other Bonds	**-**	-
	33,662,841	33,597,479

	2024	2023
	€	€
Deposits and investments - cash equivalents		
Accounts in authorised credit institutions (Irish and non-Irish based)	**13,728,031**	8,785,417
Total deposits and investments - cash equivalents	**13,728,031**	8,785,41

	2024	2023
	€	€
Deposits and investments – other		
Accounts in authorised credit institutions (Irish and non-Irish based)	**10,100,000**	12,605,922
Central Bank Deposits	**407,576**	387,576
Bank bonds	**5,000,000**	7,403,522
Irish and EEA state securities	**4,427,234**	4,415,042
Total deposits and investments - other	**19,934,810**	24,812,062

12 MEMBERS' LOANS

	2024	2023
	€	€
Loans to members	**30,206,003**	26,133,067
Provision for bad and doubtful debts	**(1,357,494)**	(1,230,965)
	28,848,509	24,902,102

Movement in members' loans	**2024**	**2023**
	€	€
Opening balance	**26,133,067**	22,614,877
Loans advanced during the year	**12,991,827**	11,160,113
Loans repaid during the year	**(8,918,891)**	(7,641,923)
Closing balance	**30,206,003**	26,133,067

Movement in provision for doubtful debts	**2024**	**2023**
	€	€
Opening provision	**1,203,965**	1,203,543
Movement in year	**126,529**	27,422
Closing provision	**1,357,494**	1,230,965

Interest on members' loans	**2024**	**2023**
	€	€
Loan interest received	**1,920,082**	1,592,900
Interest on impaired members loans	**33,791**	54,411
	1,953,873	1,647,311

In accordance with Central Bank guidelines interest collected on impaired members' loans is accounted for separately. This is disclosed on the face of the Income & Expenditure Statement.

13 MEMBERS' SHARES

	2024	2023
	€	€
Opening Balance	**43,680,400**	42,836,860
Shares Deposited	**39,736,993**	36,414,935
Shares Withdrawn	**(37,288,621)**	(35,571,395)
Total	**46,128,772**	43,680,400

13 MEMBERS' CURRENT ACCOUNTS

	2024	2023
	€	€
Opening Balance	**282,207**	-
Deposited	**4,608,226**	1,781,156
Withdrawn	**(4,218,108)**	(1,498,949)
Total	**672,325**	282,207

	No. of Accounts	Balance on Accounts €
Debit	**48**	**(582)**
Credit	**603**	**672,587**
Permitted overdrafts	**2**	**320**

14 TANGIBLE FIXED ASSETS

	Freehold Premises €	Computers €	Office Equipment, fittings & equipment €	Total €
Cost				
At 1st October 2023	2,261,993	430,170	455,378	3,147,541
Additions	40,959	171,782	14,539	227,280
Disposals	-	(213,976)	(125,632)	(339,608)
At 30th September 2024	**2,302,952**	**387,976**	**344,285**	**3,035,213**
Depreciation				
At 1st October 2023	982,148	303,958	230,209	1,516,315
Charge for the year	20,148	43,236	28,884	92,268
Disposals	-	(213,976)	(125,632)	(339,608)
At 30th September 2024	**1,002,296**	**133,218**	**133,461**	**1,268,975**
Net book value				
At 30th September 2024	**1,300,656**	**254,758**	**210,824**	**1,766,238**
At 30th September 2023	**1,279,845**	**126,212**	**225,169**	**1,631,226**

15 EQUITY INVESTMENT

	2024	2023
Cost	€	€
At 1 October 2023	-	-
Initial investment	20,000	-
At 30 September 2024	**20,000**	-
Accumulated impairment		
At 30 September 2024	-	-
Net book value		
At 30 September 2024	**20,000**	-

The equity investment represents an investment made by the Credit union in CU Mortgage Service Designated Activity Company, a company with registered number 755686 and having its registered office a 5 High Street, Dublin 8, D08 X7T1.

16 PREPAYMENTS AND ACCRUED INCOME

	2024	2023
	€	€
Prepayments	**69,885**	38,617
Accrued investment income	**117,676**	154,250
Accrued interest in members loans	**48,518**	43,461
SPS Refund	**24,755**	24,755
	260,834	261,083

17 CREDITORS AND ACCRUALS

	2024	2023
	€	€
Creditors and accruals	**217,441**	237,641

18 CREDIT UNION RESERVES

	Regulatory reserve	Distribution reserve	Unrealised income reserve	Operational risk	General reserves	Total
	€	€	€	€	€	€
At 1st October 2023	**8,016,758**	**55,127**	**24,755**	**167,984**	**480,942**	**8,745,566**
Distribution in year	**-**	**(55,097)**	**-**	**-**	**-**	**(55,097)**
Surplus allocation in year	**325,290**	**90,486**	**-**	**1,192**	**294,898**	**711,866**
Other movement in reserves	**330,000**	**(30)**	-	**-**	**(329,970)**	**-**
At 30th September 2024	**8,672,048**	**90,486**	**24,755**	**169,176**	**445,870**	**9,402,335**

Regulatory reserve
The Credit Union Act 1997 (Regulatory Requirements) Regulations 2018 requires Credit unions to establish and maintain minimum regulatory reserve requirement of at least 10 per cent of the assets of the credit union. This reserve is to be perpetual in nature; freely available to absorb losses; realised financial reserves that are unrestricted and non-distributable. This reserve is similar in nature and replaces the Statutory Reserve which was a requirement of previous legislation.

Distribution reserve
The Board of Directors has decided to transfer, €90,486 to the Distribution Reserve in relation to the proposed Dividend for the year ended 30th September 2024.

Unrealised income reserve
In accordance with the Central Bank guidance note for credit union on matters relating to accounting for investments and distribution policy, income that has been recognised but will not be received within 12 months of the balance sheet date is classified as "unrealised" and is not distributable. The Unrealised Income Reserve relates to SPS Refund of which 10% is retained by ILCU until 2025.

Operational risk reserve
Section (45) (5) (a) of the 1997 Act requires each credit union to maintain an additional reserve that it has assessed is required for operational risk having regard to the nature, scale and complexity of the Credit Union. Credit Unions are required to maintain a minimum operational risk reserve having due regard for the sophistication of the business model. The definition of operational risk is the risk of losses stemming from inadequate or failed internal processes, people and systems or external events. The directors have considered the requirements of the Act and have considered an approach to calculation of the operational risk reserve based on indicative guidance issued by the Central Bank.

The Operational Risk Reserve of the Credit Union as a % of the total assets as at 30th September 2024 was 0.25% (30th September 2023: 0.27%)

General reserves
Kilmallock Credit Union also holds a General Reserve. This Reserve is prudent allocations of realised and distributable surpluses to separate reserve for whatever purpose the Board deem appropriate. The Board of Directors have also designated this reserve as available for distribution to members in future years.

19 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT DISCLOSURES

Kilmallock Credit Union Limited manages its members' shares and loans so that it earns income from the margin between interest receivable and interest payable. The main risks arising from Kilmallock Credit Union Limited's activities are credit risk, market risk, liquidity risk, interest rate risk, lack of loan demand risk, operational risk, viability risk and strategy/business model risk. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

Credit Risk:
Credit risk is the risk that a borrower will default on their contractual obligations relating to repayments to Kilmallock Credit Union Limited, resulting in financial loss to the Credit Union. In order to manage this risk the Board of Directors approves Kilmallock Credit Union Limited's lending policy, and all changes to it. All loan applications are assessed with reference to the lending policy in force at the time. Subsequently loans are regularly reviewed for any factors that may indicate that the likelihood of repayment has changed.

Liquidity Risk:
Kilmallock Credit Union Limited's policy is to maintain sufficient funds in liquid form at all times to ensure that it can meet its liabilities as they fall due. The objective of the Credit Union's liquidity policy is to smooth the mismatches between maturing assets and liabilities and to provide a degree of protection against any unexpected developments that may arise.

Market Risk:
Market risk is generally comprised of interest rate risk, currency risk and other price risk. Kilmallock Credit Union Limited conducts all its transactions in Euro and does not deal in derivatives or commodity markets. Therefore Kilmallock Credit Union Limited is not exposed to any form of currency risk or other price risk.

Lack of loan demand risk:
The credit union provides lending products to its members and promotes these products through various marketing initiatives. In recent years, the credit union has significantly increased the resources that it allocates to its marketing function.

Operational risk:
The operational risks of the credit union are managed through the employment of suitably qualified staff to ensure appropriate processes, procedures and systems are implemented and are further supported with a robust reporting structure.

Viability risk:
The credit union; (1) has a strategy as regards growing its loan book in a safe and secure manner; (2) engages investment advisors to ensure that it obtains the best rates of return possible taking into account its prudent approach to managing its investment portfolio; (3) monitors its expenses on an on-going basis and (4) prepares three year financial projections at least annually.

Strategy/business model risk:
The credit union prepares and/or reviews its strategic plan and its strategic implementation plan at least annually and the board of directors monitors this plan on an on-going basis for subsequent implementation

Interest Rate Risk:
The main interest rate risks arise from differences between interest rate exposure on receivables and on amounts payable which form an integral part of the Credit Union's day to day operations. Before making decisions in regard to dividends and loan interest rebates, the Credit Union takes account of the rates it is earning on its investments.

	2024	**Average Interest rate**	2023	**Average Interest rate**
		%		%
Gross loans to members	**30,206,003**	**6.94%**	26,133,067	6.80%
Deposits and investments	**33,662,841**	**1.72%**	33,597,479	1.02%

Liquidity risk disclosure:
All of the financial liabilities of the Credit Union are repayable on demand except for some member's shares which are attached to loans

Market risk disclosure:
The Credit Union holds three investment products (nominal value of €5.42m) which are deemed complex. The terms of investment do not allow for early encashment and the products are not actively traded on a market. These investments are being held to maturity (using Amortised Cost) at which point the capital is 100% guaranteed. The product issuers have provided indicative valuations at or in excess of the nominal or carrying cost hence the basis upon which the Credit Union has determined it is appropriate to hold these investments at amortised cost.

20 CREDIT RISK DISCLOSURE

The Credit Union complies with Section 12 of the Credit Union Act, 1997 (Regulatory Requirements) Regulations 2018. This Regulation:

- restricts the concentration of lending by the Credit Union within certain sectors or to connected persons or groups (concentration limits);
- restricts the absolute amount of lending to certain sectors to a set percentage of the regulatory reserve (large exposure limit);
- restricts the loan duration of certain loans to specified limits (maturity limits); and
- requires specified lending practices to be in place where loans are made to certain sectors such as commercial loans, community loans or loans to another Credit Union.

The carrying amount of the loans to members represents Kilmallock Credit Union Ltd.'s maximum exposure to credit risk. The following provides information on the credit quality of loan repayments. Where loans are not impaired it is expected that the amounts repayable will be received in full.

20.1 CREDIT RISK DISCLOSURE (CONTINUED)

	2024 €	2024 %	2023 €	2023 %
Loans not impaired				
Not past due	**28,187,856**	**93.32**	24,136,689	92.36
Impaired loans				
Up to 9 weeks past due	**1,458,481**	**4.83**	1,002,632	3.84
Between 10 and 18 weeks past due	**77,911**	**0.26**	247,078	1.05
Between 19 and 26 weeks past due	**119,965**	**0.40**	50,494	0.19
Between 27 and 39 weeks past due	**98,550**	**0.33**	153,675	0.59
Between 40 and 52 weeks past due	**39,093**	**0.13**	67,886	0.26
53 or more weeks past due	**224,148**	**0.74**	474,613	1.71
Total impaired loans	**2,018,147**	**6.68**	1,996,378	7.64
Total loans	**30,206,003**	**100.00**	26,133,067	100.00

Impairment allowance	2024 €	2024 %	2023 €	2023 %
Individually significant loans	**417,137**	**30.73**	358,825	29.15
Collectively assessed loans	**668,954**	**49.28**	546,378	44.39
Other impaired loans	**271,402**	**19.99**	325,762	26.46
Total	**1,357,493**	**100.00**	1,230,965	100.0

21 DIVIDENDS AND LOAN INTEREST REBATE AS PAID

The following distributions were made during the year:

	2024 %	2024 €	2023 %	2023 €
Dividends on shares	**0.1%**	**42,529**	-	-
Loan interest rebate	**3.0%**	**12,568**	-	-
		55,097		-

22 PROPOSED DIVIDENDS AND LOAN INTEREST REBATE

At the year-end the Directors have allocated the amount of €90,486 to the Distribution Reserve which may be returned to the members by way of dividend by way of resolution by a majority of the members at the annual general meeting. The proposed distribution is as follows:

	2024 %	2024 %	2023 %	2023 %
Dividends on shares	0.175%	**78,037**	0.1%	42,559
Loan interest rebate	3.0%	**12,449**	3.0%	12,568
		90,486		55,127

23 RELATED PARTY TRANSACTIONS

The Related Party Loans stated below comprise of the loans to members of the Board of Directors, the Management Team and members of the family of a member of the Board of Directors and the Management Team of Kilmallock Credit Union Ltd. Related parties have been identified in line with the definition in the Credit Union Act 1997 (Regulatory Requirements) Regulations 2018.

	No. of loans	2023 €
Loans advanced to Related Parties during the year	17	**316,300**
Total loans outstanding to Related Parties at the year end	37	**855,235**
Total provisions for loans outstanding to Related Parties		**16,532**

Loans to related parties represent 3% of total loans outstanding at 30th September 2024. Total Provision against related party loans is €16,532.

As at 30th September 2024, there was one loan to related parties more than 90 days in arrears. The provision of €7,039 as at 30th September 2024 relates to standard provisioning levels required under the Credit Union's Bad Debt Provisioning Policy.

24 INSURANCE AGAINST FRAUD

The Credit Union has insurance against fraud in the amount of €1,900,000 in compliance with section 47 of the Credit Union Act 1997 (as amended).

25 CAPITAL COMMITMENTS

No material capital expenditure is envisaged by the directors in the foreseeable future.

26 POST-BALANCE SHEET EVENTS

The directors are not aware of any other material events occurring between 30th September 2024 and the date on which the Financial Statements were signed which would require an adjustment to be made to the Financial Statements.

27 CONTINGENT LIABILITIES

At the year end 30th September 2024 there is a pending litigation in relation to a personal injury claim. Correspondence from solicitors queried.

28 PENSION SCHEME

Pension benefits for employees are met by payments to defined contribution pension schemes, operated by major life assurances companies. Contributions to such schemes are charged to the Income and Expenditure Account in the year in which they fall due.

The Credit Union has complied with all necessary requirements under the PRSA scheme obligations.

29 COMPARATIVES

In preparing the financial statements for 30th September 2024, if necessary, changes to the comparative figures may have been made to ensure consistency of the figure reported for 30th September 2024.

30 NON AUDIT SERVICES

During the year, the auditor provided assistance to the Credit Union with regard to information requests and confirmations received from the Registry of Credit Unions (Central Bank of Ireland).

31 APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the board of directors on the 12th November 2024.

Schedules to the Income & Expenditure Account

For the year ended 30th September 2024

Schedule 1 - Interest on Loans

	2024	2023
Interest on Loans	€	€
Interest on member' loans	**1,920,082**	1,592,900
Interest on impaired members loans	**33,791**	54,411
	1,953,873	1,647,311

Schedule 2 - Investment Income

	2024	2023
Investment Income	€	€
Investment income received/receivable within one year	**578,971**	344,768
Negative interest on deposit accounts	**-**	(476)
	578,971	344,292

Schedule 3 - Other Income

	2024	2023
Other Income	€	€
Insurance commission	**517**	1,013
Foreign exchange commission	**12,244**	11,192
Entrance fees	**171**	176
ATM card fees	**18,835**	10,576
Other Fees	**9,968**	-
Cash Short	**(1,042)**	(28)
	40,693	22,929
SPS Refund		-
Surplus on disposal of Asset held for sale	**-**	45,904
	40,693	68,833

Schedules to the Income & Expenditure Account

For the year ended 2024

Schedule 4 - Other Management Expenses

	2024	2023
Other Management Expenses	€	€
Training Costs	**6,808**	5,249
Rent and rates payable	**16,516**	16,914
Supervisory committee expenses	**400**	-
General insurance	**32,743**	30,529
Share and loan insurance (Gross)	**163,902**	163,755
Death benefit insurance	**74,403**	67,021
Bad Debts Written Off	**132,845**	173,050
Security	**28,764**	31,190
Light, heat & cleaning	**25,426**	24,927
Repairs and renewals	**14,583**	9,734
Printing and stationery	**18,015**	16,259
Promotion and Advertising	**67,608**	60,440
Telephone and postage	**13,767**	13,845
AGM expenses	**17,380**	16,043
Chapter expenses	**315**	848
Travelling and subsistence	**2,748**	1,179
Legal and Professional Fees	**109,889**	98,727
Audit fees	**20,280**	24,140
Computer Maintenance	**115,202**	106,532
Bank interest and charges	**45,875**	38,949
MYCU Fees	**71,241**	52,521
Miscellaneous expenses	**2,989**	3,743
Debt Collection	**7,052**	10,904
Subscriptions and donations	**12,544**	3,195
Affiliation fees	**19,647**	19,662
SPS Contributions	**4,590**	4,433
Regulation levy	**145,382**	113,986
	1,170,913	1,107,775

Deposit Guarantee Scheme – Depositor Information Sheet

Basic information about the protection of your eligible deposits

Eligible deposits in Kilmallock Credit Union Limited are protected by:	the Deposit Guarantee Scheme ("DGS") (1)
Limit of protection:	€100,000 per depositor per credit institution (2)
If you have more eligible deposits at the same credit institution:	All your eligible deposits at the same credit institution are 'aggregated' and the total is subject to the limit of €100,000 (2)
If you have a joint account with other person(s):	The limit of €100,000 applies to each depositor separately (3)
Reimbursement period in case of credit institution's failure:	15 working days (4)
Currency of reimbursement:	Euro or, for branches of Irish banks operating in another member state of the EEA, the currency of that member state.
To contact Kilmallock Credit Union Limited for enquiries relating to your account:	Kilmallock Credit Union Limited, Sarsfield St., Kilmallock, Co. Limerick Tel: 063 98355 Email: info@kilmallockcu.ie
To contact the DGS for further information on compensation:	Deposit Guarantee Scheme, Central Bank of Ireland, PO BOX 11517, Spencer Dock, North Wall Quay, Dublin 1 Tel: 1890-777777 Email: info@depositguarantee.ie
More information:	www.depositguarantee.ie

Additional information

1) Scheme responsible for the protection of your deposit Your deposit is covered by a statutory deposit guarantee scheme. If insolvency should occur, your eligible deposits would be repaid up to €100,000.

2) General limit of protection If a covered deposit is unavailable because a credit institution is unable to meet its financial obligations, depositors are repaid by the DGS. This repayment covers at maximum €100,000 per person per credit institution. This means that all eligible deposits at the same credit institution are added up in order to determine the coverage level. If, for instance, a depositor holds a savings account with €90,000 and a current account with €20,000, he or she will only be repaid €100,000.

3) Limit of protection for joint accounts In case of joint accounts, the limit of €100,000 applies to each depositor. However, eligible deposits in an account to which two or more persons are entitled as members of a business partnership, association or grouping of a similar nature, without legal personality, are aggregated and treated as if made by a single depositor for the purpose of calculating the limit of €100,000.

In some cases eligible deposits which are categorised as "temporary high balances" are protected above €100,000 for six months after the amount has been credited or from the moment when such eligible deposits become legally transferable. These are eligible deposits relating to certain events which include:

(a) certain transactions relating to the purchase, sale or equity release by the depositor in relation to a private residential property;
(b) sums paid to the depositor in respect of insurance benefits, personal injuries, disability and incapacity benefits, wrongful conviction, unfair dismissal, redundancy, and retirement benefits;
(c) the depositor's marriage, judicial separation, dissolution of civil partnership, and divorce;
(d) sums paid to the depositor in respect of benefits payable on death; claims for compensation in respect of a person's death or a legacy or distribution from the estate of a deceased person.

4) Reimbursement The responsible deposit guarantee scheme is: Deposit Guarantee Scheme, Central Bank of Ireland, PO Box 11517, Spencer Dock, North Wall Quay, Dublin 1. 1890-777777. info@depositguarantee.ie. www.depositguarantee.ie. It will repay your eligible deposits (up to €100,000) within 10 working days from 1 January 2019 until 31 December 2020; within 10 working days from 1 January 2021 to 31 December 2023; and within 7 days from 1 January 2024 onwards, save where specific exceptions apply. Where the repayable amount cannot be made available within seven working days depositors will be given access to an appropriate amount of their covered deposits to cover the cost of living within five working days of a request. Access to the appropriate amount will only be made on the basis of data provided by the credit institution. If you have not been repaid within these deadlines, you should contact the deposit guarantee scheme.

Other important information In general, all retail depositors and businesses are covered by the Deposit Guarantee Scheme. Exceptions for certain deposits are stated on the website of the Deposit Guarantee Scheme. Your credit institution will also inform you on request whether certain products are covered or not. If deposits are eligible, the credit institution shall also confirm this on the statement of account.

Kilmallock Credit Union LIMITED

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Spread the cost of Health, Dental and Cosmetic Treatments and Costs with our Health Loan.

9%

9.38% APR

Whether it is cosmetic treatments, health insurance yearly renewal or braces for the children; our loan can help!

Now, That's Something to Smile About!

063 98355 www.kilmallockcu.ie

Loan rep.: €4,000 at 9.38% APR, 105 weekly repayments of €41.84, cost of credit: €375.07

Terms & Condition's apply. If you do not meet the repayments on your loan, your account will go into arrears. This may affect your credit rating, which may limit your ability to access credit in the future. Kilmallock Credit Union Limited is regulated by the Central Bank of Ireland.

Kilmallock Credit Union LIMITED

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We may not agree on everything!

But we do agree on the Kilmallock Credit Union Current Account!

Same Full Service Current Account, But Cheaper *

Bank of Ireland	an post money	AIB	ptsb
€6 per month	€6.80 per month	€7.15 per month	€8 per month

Have you opened your Current Account yet?

Scan the QR Code to get started

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Kilmallock Credit Union Limited are regulated by the Central Bank of Ireland..

Kilmallock Credit Union LIMITED

KILMALLOCK | CHARLEVILLE | KILFINANE & SURROUNDS

MINIMISE YOUR CAR LOAN COSTS

5.5% (5.63% APR)

063 98355 www.kilmallockcu.ie

Loan rep.: €20,000 at 5.63% APR over 5 years, weekly repayment: €88, cost of credit: €2875.41

Terms & Condition's apply. If you do not meet the repayments on your loan, your account will go into arrears. This may affect your credit rating, which may limit your ability to access credit in the future. Kilmallock Credit Union Limited is regulated by the Central Bank of Ireland.