



Annual Report 2024/2025



Annual General Meeting

8pm Wednesday, 28th of January 2026 in person in Slieve Russell Hotel, Ballyconnell, Co Cavan or register for Zoom online



**Ballyconnell
Credit Union**

Ballinamore | Carrigallen | Swanlinbar

For Members Not Profit

All Members can transact in person at any of our offices below.

We are very pleased to inform Members that our office in Ballinamore will reopen on Saturdays from 9.30 am to 1.30 pm from Easter next. This will give additional options to engage with us when it may suit you better to open an account, apply for on-line access or apply for a loan in person. For whatever your needs, our Staff will be delighted to assist you.

After many years, we'll bring a project to fruition after Summer 2026 when we will introduce a Mortgage Product for the first time. This is a significant milestone for us and there is much still to be done to bring it to fruition. We'll keep Members informed as we move through 2026 on what features, limits and availability we'll have. It is a very important milestone for us and our Members.

Our Current Account and Debit Card is a wonderful enhancement of Credit Union services for our Members. It means that Members have full access to all the features of a Current Account with a Debit Card that is accepted worldwide. The cost of your Credit Union Current Account and Debit Card is significantly better value than a similar product with any of the banks.

We will be upgrading our Credit Union App later this year and this enhancement will give Members greater control and flexibility in managing their account and making payments. SEPA Instant is also now available transferring money to a nominated payee within 10 seconds.

Ballyconnell Office

Mon	Closed
Tue	9:30 - 16:30
Wed	10:00 - 16:30
Thur	9:30 - 16:30
Fri	9:30 - 16:30
Sat	9:30 - 13:30
Sun	Closed

*Open through lunch

Ballinamore Office

Mon	Closed
Tue	9:30 - 16:30
Wed	Closed
Thur	9:30 - 16:30
Fri	9:30 - 16:30
Sat	Closed
Sun	Closed

*Closed for lunch 12:30 - 13:30

Carrigallen Office

Mon	Closed
Tue	Closed
Wed	Closed
Thur	Closed
Fri	9:30 - 16:30
Sat	Closed
Sun	Closed

*Closed for lunch 12:30 - 13:30

Swanlinbar Office

Mon	Closed
Tue	Closed
Wed	Closed
Thur	Closed
Fri	10:00 - 16:30
Sat	Closed
Sun	Closed

*Closed for lunch 13:00 - 14:00

Notice of Meeting

The Annual General Meeting of Ballyconnell Credit Union will take place in the Erne Suite of the Slieve Russell Hotel, Ballyconnell, Co Cavan and online via Zoom on Wednesday the 28th of January 2026 at 8pm.



Secretary,
Ballyconnell Credit Union

Annual General Meeting Agenda

1. Acceptance of Proxies (if any)
2. Ascertainment that a quorum is present
3. Adoption of Standing Orders
4. Approval of AGM 2024 Minutes
5. Report of the Board of Directors
6. Report of our Auditor
7. Report of the Board Oversight Committee
8. Declaration of Dividend and Interest Rebate
9. Amendment to Standard Rules 5(1)(vii), 14 (1), Rule 109. (Details available on registration).
10. Appointment of Tellers
11. Elections:
 - Board of Directors (4)
 - Board Oversight Committee (3)
 - Election of Auditor – O'Boyle & Co.
12. Election Results
13. AOB
14. Close

Notice of Ballyconnell Credit Union Elections

1. Elections will be held to fill 4 vacancies on the Board of Directors (3 new and 1 re-election).
2. Elections will also be held to fill 3 vacancies on the Board Oversight Committee (2 new and 1 re-election).
3. Nominations must be in writing and signed by the proposer and seconder, (who must be members of the Credit Union) and by the nominee, so as to indicate his/her consent.
4. All those nominated (other than for the position of auditor) must be members of Ballyconnell Credit Union
5. Neither a corporate body nor a person who is under the age of 18 may be a director or member of the Board Oversight Committee in the Credit Union.

Register for AGM Attendance by Zoom

This year you may attend in person at the Slieve Russell Hotel or remotely by registering here: <https://bit.ly/49gPeQ0>. Either way, you will be very welcome and we look forward to hearing your views on the further development of your Credit Union.

Ballyconnell Credit Union

COMMUNITY FUND

2025

**72 Community
Groups**

**€61,803
Granted**

**100%
worth it!**

Abbey Rovers Football Club
Aughawillan Community Care
Ballinamore Area Community Council
Ballinamore Childcare CLG
Ballyconnell Active Retired Group
Ballyconnell Area Market House
Ballyconnell Community Centre
Ballyconnell Heritage & History Group
Ballyconnell Market House
Ballyconnell Tidy Towns
Ballyconnell Youth Club
Bawnboy Tidy Towns
Carrigallen Angling & Tourism
Carrigallen Defibrillator Group
Carrigallen Development Company Ltd
Carrigallen Ladies Group
Carrigallen Tidy Towns
Carrigallen Trout Angling Club
Ceol Álainn CCE
Corlough Community First Responders
Corlough Development Association
Corlough GAA
Corlough ICA
Cottage Market Cavan CLG
Fenagh Handball Club
GIY West Cavan
Glangevlin Community Development
Greaghrahan NS
Jampa Ling Tibetan Buddhist Meditation

Kildallan GAA
Kildallan ICWT / ICA
Kildallan NS
Krafty Kidz Community Childcare
Leitrim Percy French Society
Milltown NS
Milltown Set Dancers
Scoil Mhuire Naofa PA
Scoil Mhuire NS
Scoil Mhuire Swanlinbar PA
Scoil Naomh Bríd Ballyconnell
St Mogues College
St Mogues NS
St Patricks NS PA
St Aiden's NS
St Mary's GAA Swanlinbar
St Patrick's NS Corlough
Swanlinbar Day Centre
Swanlinbar Development Association
Swanlinbar Men's Shed
Swanlinbar Tidy Towns
Templeport Day Centre
Templeport Development Association
Templeport GFC
Templeport Resource Centre
Templeport Social Services
West Cavan Bogs Association
Willows Residents Association

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Directors, Committees and Key Advisors

Chairperson: Anne McGoldrick

Vice Chairperson: Wendy Keyes

Secretary: Donogh O'Brien

Directors: John Galligan, Darragh McGovern, Patricia McLoughlin, Sean Murray, Don Nicoll & John Quinn

Board Oversight Committee: Mairéad McAweeney, Louise Murphy & Philip Roddy

Audit Committee: John Galligan, Donogh O'Brien, Sean Murray

Risk Committee: John Quinn, Patricia McLoughlin, Donogh O'Brien

CEO: Barry O'Flynn

Complaints Officer: Mary Bannon

Internal Auditor: Moore Ireland

External Auditor: Duffy Burke & Co

Investment Advisor: Goodbody



Our 2 wonderful staff serving our Members in Carrigallen – Anne & Bonnie!



Aughawillan Community Care receiving Community Fund support

Chairperson's Report

On behalf of the Board of Director's of Ballyconnell Credit Union.

Review of 2025

2025 has been an historic year for our Credit Union and we look forward to serving all our Members again through 2026. It has been a pleasure to welcome Members from Ballinamore and Carrigallen and in the 7 months since the Transfer of Engagements we have been busy with training new staff and bringing processes and procedures together in anticipation of providing additional access and services in Ballinamore.

By the time our AGM comes around, we'll have distributed the second portion of our Community Fund. In the last year, we're very proud to have distributed €65,000 in direct support to many wonderful voluntary groups throughout our Common Bond and we look forward to continuing this in the years ahead.

Our financial year's performance has been strong and we are pleased to report a surplus of just over €644,000 in our financial year to the end of September 2025. We've lent €6.7 million to our Members through our offices in Ballyconnell, Ballinamore, Carrigallen and Swanlinbar. We now have over 13,000 Members with savings of €59.8 million which allows almost 2,000 Members borrow over €21 million. Our lending improves Members lives and this money is saved and spent almost entirely in our local economy.

The Current Account and Debit Card service we launched in 2022 has grown to a point that we expect to be close to break-even point at the end of 2026. We are very pleased that our Members have a full Current Account and Debit Card service that equals anything a bank can offer – and at better value for our Members.

We have ambitious plans in 2026:

- From Easter 2026, we plan to open our Ballinamore office on Saturdays from 9.30 am to 1.30 pm. This will give additional access to Members to do things that they may not be able to do during the week.
- We plan to have a mortgage offering to Members by the end of Summer 2026. Recent changes in legislation allowing Credit Unions more flexibility in their lending strategy are very welcome and we'll be working through the year to bring this to fruition.
- We plan to make improvements to privacy and comfort in some of our offices and improve our ESG footprint through 2026.
- We'll continue to provide Members with improved access to technology to interact with us in whatever manner they choose. Anything we do in this area will not mean any reduction in personal service in any of our locations.

I'd like to thank all our Directors, Board Oversight Committee Members, Management and staff and our volunteers for their dedication in continuing to ensure that we have a Credit Union that provides strong governance on the finances that we are entrusted to have oversight on. I would also like to particularly thank the outgoing Officers in Ballinamore for all their contribution to the growth of the Credit Union there.

Thank you to our outgoing directors Donagh O'Brien, Darragh McGovern, Brian Hackett and John Quinn; our outgoing Board Oversight Member, Mairead McAweeney and our Credit Committee volunteers Mary Maguire and Jackie Curry. We are deeply grateful for the time you have given our Credit Union.



Chairperson
Ballyconnell Credit Union.

Credit Committee Report

We are very pleased to present our report for the year ended September 30th 2025. Throughout the year we approved and issued 943 loans for our Members amounting to €6.7 million.

- 92.5% of our loans have been Personal Loans.
- Business and Community accounted for 7.5%.
- 89% of the number of loans issued were for amounts under €20,000.
- These loans amounted to €5.5 million.
- We lend a relatively small number of loans (11%) over €20,000.
- These loans account for 38% of the value lent.

Whilst we can summarise the activity of our Credit Union during the year in values and percentages, the real value is to be seen in what these loans represent to many families and individuals.

We welcome loan applications from Members in person at any of our branches, over the phone, On-line or on our Mobile App. Our staff will be happy to assist any Member through whatever process they choose. Last year we issued over €1 million of the value of our loans from the comfort of Members homes by Docusign which is a secure means of issuing directly to a Members primary bank account.

The Credit Committee and everyone associated with our Credit Union would like to thank Mary Maguire and Jackie Curry for the time and expertise they gave us for many years – we are forever grateful to them for their contribution to your Credit Union. The committee would also like to all the staff who assisted them over the past year and to our excellent lending staff of Susan McCaffrey and Aisling McGoldrick in particular for their work, patience and expertise throughout the year.

Mary Bannon

Mary Bannon
Credit Committee

Naomi Mitten

Naomi Mitten

Barry O'Flynn

Barry O'Flynn



Carrigallen Community Fund support

Directors' Report

for the Financial Year Ended 30 September 2025

The directors present their report and the financial statements for the year ended 30 September 2025.

Principal activity

The principal activity of Ballyconnell Credit Union Limited is the provision of savings and loans to members in its common bond.

The Credit Union manages its members' shares, capital and loans to members so that it earns income from the margin between interest receivable and interest payable.

Directors of the Credit Union and Board Oversight Committee

The directors, who held office at any time during the financial year, were as follows:

Anne McGoldrick - Chairperson

Barry O'Flynn - Chief Executive Officer

Louise Murphy - Board Oversight Committee

Results and dividends

The results of the year's trading, the financial position of the Credit Union and the transfer to reserves are shown in the annexed financial statements. The Credit Union's surplus for the year, after movements in loan impairments and gains on investment, amounted to €644,026 (2024 - € 532,608).

Going concern

The Directors are required to consider whether the Credit Union will continue as a going concern for a period of 12 months from date of approval of these financial statements. In making the assessment the Directors have reviewed the Credit Unions strategic plan and considered risks that could impact on the Credit Unions reserve position, financial position, and liquidity over that period. The Directors have also prepared forecasts which considered the effect of operating under stressed but plausible events that would impact on the Credit Union's business, financial position, capital, and liquidity.

A range of sensitivities has been considered or applied to these forecasts, including scenarios relating to, the outlook for interest rates, growth in members savings and loan demand. Furthermore, the Credit Union is required to regularly review its capital and liquidity positions in relation to its uncommitted or on demand savings and consider at least quarterly the various stress testing scenarios applicable against borrowers' propensity to default, interest rates and circumstances that may give rise to funding outflows.

After considering all of this information, the Directors' knowledge and experience of the Credit Union, and the markets in which it operates, the Directors are satisfied that the Credit Union has adequate resources to continue in business for the foreseeable future and for a period of at least 12 months from the date of signing the financial statements.

Disclosure of information to the auditors

We, the directors of the Credit Union who held office at the date of approval of these financial statements as set out above each confirm, so far as we are aware, that:

- there is no relevant audit information of which the Credit Union's auditors are unaware; and
- we have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant audit information and to establish that the Credit Union's auditors are aware of that information.

Reappointment of auditors

The independent auditors, Duffy Burke & Co are not seeking re-appointment in accordance with Section 115 of the Credit Union Act 1997, as amended.

Directors' Responsibility Statement

The directors acknowledge their responsibilities for preparing the Directors' Report and financial statements in accordance with applicable law and regulations.

The Credit Union Act 1997, as amended requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with Irish Generally Accepted Accounting Practice (accounting standards issued by the Financial Reporting Council and Irish Law), including FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

The Credit Union's annual accounts are required by law to give a true and fair view of the state of the affairs of the Credit Union as at the end of the financial year and of the income and expenditure of the Credit Union for the financial year.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with applicable accounting standards, identify those standards, and note the effect and the reasons for any material departure from those standards; and
- 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 are responsible for ensuring that the Credit Union
- keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the Credit Union, enable at any time the assets, liabilities, financial position and surplus or deficit of the Credit Union to be determined with reasonable accuracy, enable them to ensure that the financial statements and directors' report comply with the Credit Union Act 1997, as amended.
- takes reasonable care to establish, maintain, document and review such systems and controls as are appropriate to its business, in accordance with the legislation and guidance from the Central Bank of Ireland under the Credit Unions Acts and Statutory Instruments.

On behalf of the Board on 26 November 2025 and signed on its behalf by:

Anne McGuffee

Chairperson



Christmas support for Swanlinbar Day Centre

Statement of Board Oversight Committee Responsibilities

The Credit Union Act 1997, as amended requires the appointment of a Board Oversight Committee.

The Board Oversight Committee of a Credit Union shall assess whether the board of directors has operated in accordance with-

- Part IV of the Credit Union Act 1997, as amended and any regulations made for the purposes of Part IV, and
- Any other matter prescribed by the Central Bank in respect of which they are to have regard to in relation to the board of directors.



Chairperson

Board Oversight Committee Report

Louise Murphy, Mairéad McAweeney, Philip Roddy

Our Board Oversight Committee is pleased to report our activity for the last year.

Our function is to assess whether the Board has operated in accordance with parts IV & IVA of the Credit Union Act 1997 (as amended) and any other matter prescribed by the Central Bank. This in effect requires the Board Oversight Committee to review the governance of the Directors and ensure that they are acting in the best interest of the Credit Union members.

Last year was notable for the amount of work and meetings that took place to complete the Transfer of Engagement from Ballinamore which was finalised on May 26th last. We believe that a larger Credit Union is better positioned to provide more services to our Members and we look forward to our Credit Union doing so in the years ahead.

We met regularly throughout the year in accordance with its terms of reference and was represented at each board meeting as well as attending by invitation a number of committee meetings. We are pleased to report that all meetings were conducted within their terms of reference and in our opinion, the Board has operated your Credit Union with honesty, integrity and in the best interest of its members.

Both quarterly and monthly reports were made to the board which highlighted any areas of recommendations or observations that we felt was necessary. The committee is satisfied that in carrying out its duties, the board is aware of and has met its obligations under the Act.

We were very pleased to welcome Philip Roddy to join our Committee following the Transfer of Engagements from Ballinamore Credit Union at the end of May. Finally, we would like to state that we received full co-operation and assistance from the Management Team, Staff and Board while carrying out our duties and commend all parties for the professional manner in which they have carried out their duties during this period.



Chairperson

Independent Auditor's Report to the Members of Ballyconnell Credit Union Limited

Opinion

We have audited the financial statements of Ballyconnell Credit Union Limited (the 'Credit Union') for the year ended 30 September 2025, which comprise the Income & Expenditure Account, Balance Sheet, Statement of reserves and changes in members' interests, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. 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 of the state of the Credit Union's affairs as at 30 September 2025 and of its income and expenditure and cash flows for the year then ended;
- have been properly prepared in accordance with FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland; and
- have been 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 the ethical requirements that are relevant to our audit of the financial statements in Ireland, including the Irish Auditing and Accounting Supervisory Authority (IAASA) Ethical Standard, 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

In auditing the financial statements, we have concluded that the director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Credit Union's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

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 Auditor's Report to the Members of Ballyconnell Credit Union Limited contd.

Opinion on other matters prescribed by the Credit Union Act 1997, as amended

In our opinion, based 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, and
- The financial statements are in agreement with the accounting records. In our opinion the accounting records of the Credit Union were sufficient to permit the financial statements to be readily and properly audited, and financial statements are in agreement with the accounting records.

Responsibilities of directors

As explained more fully in the Directors' Responsibility Statement [set out on page 2], the directors are responsible for the preparation of the financial statements with the applicable financial reporting framework that give a true and fair view, and for such internal control as the directors 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 going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Credit Union or to cease operations, or have 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Irish Auditing and Accounting Supervisory Authority's website at: http://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf. This description forms part of our auditor's report.

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

This 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.

Graham Burke FCPA
Duffy Burke & Co
Chartered Accountants & Statutory Audit Firm
Level One
Liosban Business Park
Tuam Road
Galway

26 November 2025

Income & Expenditure Account

for the Financial Year Ended 30 September 2025

	Note	Total 2025 €	Total 2024 €
Interest on Members' Loans	3	1,223,437	1,002,549
Investment Interest received	4	713,799	591,377
Net Interest Income		<u>1,937,236</u>	<u>1,593,926</u>
Fees & commissions receivable	5	92,360	94,694
Fees & Commissions Payable	6	(264,274)	(192,400)
Other income	7	2,899	2,096
Total Net Income		<u>1,768,221</u>	<u>1,498,316</u>
Employment Costs	8	(684,591)	(566,495)
Management Expenses	10	(620,910)	(584,109)
Depreciation	13	(60,322)	(46,847)
Surplus (Deficit) before impairments and provisions		<u>402,398</u>	<u>300,865</u>
Net Impairments/recoveries on Loans to Members	12	219,075	176,371
Gains (losses) on investments		22,553	55,372
Surplus (Deficit) for the year		<u>644,026</u>	<u>532,608</u>

The above results were derived from continuing operations.

The Credit Union has no recognised gains or losses for the year other than the results above.

Approved and authorised by the Board on 26 November 2025 and signed on its behalf by:



Chairperson



CEO

Balance Sheet

as at 30 September 2025

	Note	2025 €	2024 €
Current assets			
Cash and Cash Equivalents	26	11,773,863	6,078,766
Deposits with Banks	26	28,090,000	18,590,000
Debt Securities	26	15,879,384	13,401,042
Central Bank Reserve	26	500,333	397,099
Members Loans	11	19,504,483	11,875,856
Property, plant and equipment	13	1,691,188	1,165,185
Other receivables	16	420,292	216,737
Investments	14	10,000	-
Other current financial assets	15	1	-
Total Assets		77,869,544	51,724,685
LIABILITIES			
Member Shares	17	59,807,403	38,555,641
Member Current Accounts	18	2,251,384	2,657,282
Other current financial liabilities	19	98,450	85,253
Provision for Liabilities	20	58,130	8,975
Total Liabilities		62,215,367	41,307,151
Net assets		15,654,177	10,417,534
Reserves attributed to members			
Regulatory reserve		8,990,000	6,100,000
Other reserves		6,664,177	4,317,534
Members' funds		15,654,177	10,417,534

Approved and authorised by the Board on 26 November 2025 and signed on its behalf by:

Anne McGoldil

Chairperson

B O'Han

CEO

Statement of reserves and changes in members' interests

for the Financial Year Ended 30 September 2025

	Regulatory reserve €	Operational Risk Reserve €	Distributions Reserve €	Community Reserve €	Retained Earnings €	Total €
At 1 October 2024	6,100,000	417,555	3,799,978	75,000	25,001	10,417,534
Surplus for the year	-	-	-	-	644,026	644,026
Dividends	-	-	(111,439)	(29,084)	-	(140,522)
Transfers	2,890,000	-	2,427,165	60,000	(5,377,167)	-
Transfer of engagements	-	-	-	-	4,733,140	4,733,140
At 30 September 2025	8,990,000	417,555	6,115,705	105,916	25,000	15,654,177
At 1 October 2023	6,000,000	322,385	3,462,541	75,000	25,000	9,884,926
Surplus for the year	-	-	-	-	532,608	532,608
Transfers	100,000	95,170	337,437	-	(532,607)	-
At 30 September 2024	6,100,000	417,555	3,799,978	75,000	25,001	10,417,534

The Credit Union Act and regulations require the Credit Union to maintain statutory capital and ratios in relation to its assets and liabilities.

- I. The Credit Union policy is to maintain sufficient capital resources in order to support its growth, continue its lending and exceed the minimum capital requirements set by the Central Bank of Ireland. The Credit Union's related policies on strategy, risk and financial management set out the governance processes which are followed in order to ensure these requirements are met. There have been no reported breaches of capital requirements during the year, and there have been no material changes to the way in which the Credit Union manages its capital compared to the prior year.
- II. Reserves contributing to regulatory capital must be realised unrestricted and non-distributable. The Board must maintain regulatory capital at or above 10% of assets. Regulatory capital excludes amounts set aside for impairments. At the year end the reserve equates to 11.54% of assets.
- III. The Board determines from ongoing risk assessments the amount held as an operational risk reserve, based on the likely cost of risk events. This must be expressed as a percentage of assets, which at the year end is 0.54% .
- IV. Where the credit union has lending concentrations to connected parties greater than 10% of its regulatory capital, the credit union must hold the amount of the exposure that is in excess of the limit in a realised reserve separate from the regulatory reserve.

Statement of Cash Flows

for the Financial Year Ended 30 September 2025

	Note	2025 €	2024 €
Cash flows from operating activities			
Surplus for the year		644,026	532,608
Adjustments to cash flows from non-cash items			
Depreciation and amortisation		60,322	46,847
Movement in Loan Loss Provision		(148,368)	(90,965)
		555,980	488,490
Changes in operating assets & liabilities			
Increase in other receivables	16	(203,555)	(18,534)
Decrease in trade creditors & other liabilities	18	(343,546)	(88,977)
Net Movements in Member Loans		(507,786)	(1,267,225)
Net Movements in Member Shares		787,242	227,512
Movement in assets and liabilities on transfer		(189,818)	-
Net cash flow from operating activities		98,517	(658,734)
Cash flows from investing activities			
Acquisitions of tangible assets		(66,325)	(18,020)
On transfer of engagements		17,895,003	-
Acquisition of investments in associates	14	(10,000)	-
Net Movements in Investments		(12,081,576)	457,014
Net cash flows from investing activities		5,737,102	438,994
Cash flows from financing activities			
Dividends and rebates paid		(140,522)	-
Net increase/(decrease) in cash and cash equivalents		5,695,097	(219,740)
Cash and cash equivalents at 1 October		6,078,766	6,298,506
Cash and cash equivalents at 30 September		11,773,863	6,078,766
Analysis of the balances of cash & cash equivalents			
Cash at bank		4,515,857	4,750,332
Short-term deposits		7,258,006	1,328,434
		11,773,863	6,078,766

Notes to the Financial Statements

for the Financial Year Ended 30 September 2025

1. **General information** The Credit Union is registered under the Credit Union Act 1997, as amended, and regulated by the Central Bank of Ireland. The address of its registered office is: Cullyleenan, Ballyconnell, Co. Cavan
2. **Accounting policies Summary of significant accounting policies and key accounting estimates**
The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the financial years presented, unless otherwise stated.

Statement of compliance

The financial statements of the Credit Union are prepared in accordance with the Credit Union Act 1997, as amended incorporating the Credit Union Act 1997 (Regulatory Requirements). Ireland and UK applicable accounting standards including Financial Reporting Standard 102, "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland" ("FRS 102").

Basis of preparation

The annual accounts have been prepared under the historical cost convention, as modified by the inclusion of certain investments held at fair value where disclosed. In preparing the annual accounts under FRS 102, the use of certain critical account estimates and judgments has been required. The areas involving a higher degree of judgement or areas where assumptions and estimates are significant to the annual accounts, are set out in the related policies. The presentation currency of the annual accounts is euro.

Going concern

The current economic conditions present risks and uncertainties for all businesses. The Directors have carefully considered the risks and uncertainties and the extent to which they might affect the preparation of the financial statements on a going concern basis. The Directors consider that:

- the Credit Union maintains an appropriate level of liquidity sufficient to meet the normal demands of the business and the requirements which might arise in stressed circumstances
- the availability and quality of liquid assets is such that it ensures funds are available to repay exceptional demand from its members
- other assets are primarily in the form of personal loans both secured and unsecured. Regular assessment of the recoverability of all loans is undertaken and provision made where appropriate, and
- reasonable surpluses have and will be generated in order to keep capital at a suitable level to meet regulatory requirements

As discussed in the director's report, the Directors are satisfied that the Credit Union has adequate resources to continue in business for the foreseeable future. For this reason, the accounts are prepared on a going concern basis.

Interest Income and Expense

Interest income and interest expense for all interest-bearing financial instruments are recognised in 'interest receivable and similar income' or 'interest payable and similar charges' using the effective interest rates of the financial assets or financial liabilities to which they relate. The effective interest rate is the rate that discounts the expected future cash flows, over the expected life of the financial instrument, to the net carrying amount of the financial asset or liability.

There are no fees receivable or payable in relation to members' loan advances or settlements. Interest on impaired financial assets is recognised at the original effective interest rate of the financial asset applied to the carrying amount as reduced by an allowance for impairment.

Commissions

Commission receivable from the sale of third party products is recognised on fulfilment of contractual obligations, that is when products are completed.

Notes to the Financial Statements contd.

for the Financial Year Ended 30 September 2025

Cash and Cash Equivalents

For the purpose of the cash flow statement, cash comprises cash in hand and amounts with banks repayable on demand. Cash equivalents comprise highly liquid, unrestricted investments that are readily convertible into cash with an insignificant risk of changes in value with original maturities of less than three months. The cash flow statements has been prepared using the direct method. Funds with the Central Bank are accounted for as deposit and shown disclosed as assets, however, the Credit Union does not have access to the funds in line with minimum reserve requirements of the bank

Financial assets

The Credit Union initially recognises loans, deposits and debt securities on the date on which they originated. All other financial instruments are recognised on the trade date, being the date on which the Credit Union becomes a party to the contractual provision of the instrument.

(a) Loan commitments

The Credit Union's loans and advances to members are classified as loan commitments. Loans and advances are non- derivative financial assets with fixed or determinable payments that are not quoted in an active market.

The Credit Union measures its loans and advances at amortised cost less impairment provisions. The amortised cost of a financial asset is the amount at which the financial asset is measured at initial recognition, minus principal repayments, plus the cumulative amortisation using the effective interest rate method of any difference between the initial amount recognised and the maturity amount, minus any reduction for impairment. The initial value recognised is the amount of the contractual loan issued to the borrower.

(b) Debt instruments

Debt instruments are non-derivative assets with fixed or determinable payments and fixed maturity that the Credit Union has the positive intent and ability to hold to maturity, and which unless otherwise stated, are not designated as at fair value through the income statement. Debt investments are carried at amortised cost using the effective interest rate method (see above), less any impairment losses. The Credit Union derecognises a financial asset when its contractual rights to a cash flow are discharged or cancelled or expire or substantially all the risk and rewards of ownership have been transferred.

Financial Liabilities Measured At Amortised Cost

The Credit Union classifies its financial liabilities, other than financial guarantees and loan commitments, as measured at amortised cost. The Credit Union derecognises a financial liability when its contractual obligations are discharged or cancelled or expire.

Impairment of Financial Assets

(a) Assets carried at amortised cost

A financial asset or group of financial assets are impaired when objective evidence demonstrates that a loss event has occurred after the initial recognition of the asset(s) and that the loss event has an impact on the future cash flows of the asset(s) that can be estimated reliably. Throughout the year and at each year end individual assessments are made of all loans and advances and also against properties which are in possession or in arrears by three months or more and/or are subject to forbearance activities. Individual impairment provisions are made against those loans and advances where there is objective evidence of impairment.

Notes to the Financial Statements contd.

for the Financial Year Ended 30 September 2025

Objective evidence of impairment may include:

- Significant financial difficulty of the borrower/issuer;
- Deterioration in payment status;
- Renegotiation of the terms of an asset due to financial difficulty of the borrower or issuer, including granting a concession/forbearance to the borrower or issuer;
- Becoming probable that the borrower or issuer will enter bankruptcy or other financial reorganisation; and
- Any other information discovered during regular review suggesting that a loss is likely in the short to medium term

The Credit Union considers evidence of impairment for assets carried at amortised cost at both an individual asset and a collective level. Those found not to be individually impaired are then collectively assessed for any impairment that has been incurred but not yet identified by grouping together loans and advances and held to maturity investments with similar risk characteristics. In assessing collective impairment, the Credit Union uses its historical loss experience and certain observable local data to build a risk weighted modelling of historical trends of the probability of default, the timing of recoveries and the amount of loss incurred. Default rates, loss rates and the expected timing of future recoveries are regularly benchmarked against actual outcomes to ensure that they remain appropriate.

Impairment losses on assets measured at amortised cost are calculated as the difference between the carrying amount and the present value of estimated future cash flows discounted at the asset's original effective interest rate.

In considering expected future cash flows, account is taken of any discount which may be needed against the value of any property or guarantee at the balance sheet date thought necessary to achieve a sale. The Credit Union participates in an industry wide insurance scheme for the recovery of certain loans on the death or disability of its members. The costs of the insurance is funded by the Credit Union as an operational expense.

Where certain emerging impairment characteristics are considered significant but not assessed as part of the impairment calculation, the Board may elect to apply an override to the impairment provision. The amount of impairment loss is recognised immediately through the income statement and a corresponding reduction in the value of the financial asset is recognised through the use of provisions.

(b) Forbearance strategies and renegotiated loans

A range of forbearance options are available to support members who are experiencing financial difficulty. The purpose of forbearance is to support members who have temporary financial difficulties and help them enter into payment arrangements which are mutually beneficial to the member and the Credit Union.

The main options offered by the Credit Union include:

- Reduced monthly payment.
- An arrangement to clear outstanding arrears; and
- Extension of loan term.

Members requesting a forbearance option will need to provide information to support the request which is likely to include a budget planner, statement of assets and liabilities, bank/credit card statements, payslips etc. in order that the request can be properly assessed. If the forbearance request is granted, the account is monitored in accordance with Central Bank Requirements. The Credit Union is obligated to retain specific provisions against rescheduled loans until the maturity of the balance. At the appropriate time, the forbearance option that has been implemented is cancelled and the member's normal contractual payment is restored, however provisions are retained on the account.

Notes to the Financial Statements contd.

for the Financial Year Ended 30 September 2025

Key sources of estimation uncertainty

The Credit Union makes estimates and judgements that affect the reported amounts of assets and liabilities. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. These are described below:

- (a) Impairment losses on loans and advances to members
The Credit Union reviews its loan book at least on a quarterly basis to assess impairment. In determining whether an impairment loss should be recorded, the Credit Union is required to exercise a degree of judgement. Impairment provisions are calculated using historical arrears experience, modelled credit risk characteristics and expected cash flows.

- (b) Determination of depreciation, useful economic life and residual value of tangible fixed assets.
The annual depreciation charge depends primarily on the estimated useful economic life of each type of asset and also, estimates of residual values. The Directors review the useful lives and residual values on an annual basis and change them if necessary, to reflect current conditions. In determining these useful lives management consider technological change, patterns of consumption, physical condition and expected economic utilisation of the assets. Changes in the useful lives can have a significant impact on the depreciation charge for the financial year.

- (c) Interest on members loans is accrued regularly, loans are considered impaired when past due, the Credit Union uses judgment to determine the impairment amount on loan interest.

Tax

The Credit Union is exempt from income tax on its activities as a Credit Union.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Land & Buildings	50 Years Straight Line
Furniture & Fittings	4 Years Straight Line
Computer Equipment	4 Years Straight Line

Transfers of engagement

Transfer of engagements are accounted for using the acquisition method of accounting. This involves recognising identifiable assets and liabilities of the acquired credit unions at fair value. In applying the acquisition method of accounting for these business combinations, the member interests transferred by the credit union represents the consideration transferred for the net assets acquired. This consideration has been estimated as equivalent to the acquisition date fair value of the members' interests in the transferor credit unions (the fair value of the transferor credit union) at the date of the transfer and is reflected as an adjustment in reserves.

Notes to the Financial Statements contd.

for the Financial Year Ended 30 September 2025

Trade receivables

Other Receivables are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of other receivables is established when there is objective evidence that the Credit Union will not be able to collect all amounts due according to the original terms of the receivables.

Trade payables

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the Credit Union does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Provisions and Contingent Liabilities

The Credit Union has an obligation to contribute to the Deposit Guarantee Scheme to enable the Central Bank to meet compensation claims from, in particular, retail depositors of failed financial institutions. A provision is recognised to the extent it can be reliably estimated and when the Credit Union has an obligation at the relevant reporting date. The amount provided is based on information received from the Central Bank of Ireland and the Credit Union's covered share balances at its year end.

Dividends and other returns to Members

The Credit Union determines its distributions to members annually based on its policy statement which reflects that distributions are made from current year's surplus or reserves set aside for that purpose. The Board in determining the level of distribution considers its ongoing capital requirements, budgetary needs, financial risks, and members expectations prevailing economic conditions. It is the policy of the board to then propose a return to members. The Credit Union accounts for dividends and rebates of loan interest when members ratify such payments at the Annual General Meeting. No liability to pay a distribution exists until the majority of members vote at the AGM.

Retirement Benefits

The Credit Union contributes to a defined contribution scheme (PRSA's) on behalf of some its staff. The assets of the scheme are held separately from those of the credit union. Contributions in the year are charged to the income and expenditure account. There were no contributions outstanding at the year end.

Investments in associates

Investments in associates are accounted for at cost less impairment.

3. Interest on members' loans

	2025	2024
	€	€
Loan interest received in year	1,169,420	968,902
Accrued interest at 30 September	54,017	33,647
	<u>1,223,437</u>	<u>1,002,549</u>

Notes to the Financial Statements contd.

for the Financial Year Ended 30 September 2025

4. Investment income receivable

Interest receivable and accrued in the annual accounts is due as follows at the year end. When listed, Other accrued income refers to amounts earned but unrealised at the balance sheet date, not being distributable by the Credit Union and is placed to the investment reserves and released to distributable reserves when it becomes realised.

	2025	2024
	€	€
Received in year	632,869	523,405
Amortisation of Investment Premiums/Discounts	80,930	67,972
	<u>713,799</u>	<u>591,377</u>

5. Fees & commissions receivable

	2025	2024
	€	€
Current Account Fees	58,798	56,344
Entrance Fees	260	312
Other Fees	33,302	38,038
	<u>92,360</u>	<u>94,694</u>

6. Fees & commissions payable

	2025	2024
	€	€
Banking fees & charges	14,457	27,105
Regulatory fees & levies	75,067	47,861
ILCU & similar association costs	23,484	18,315
Current account costs	136,555	99,119
Other fees payable	1,599	-
Mortgage Costs	13,112	-
	<u>264,274</u>	<u>192,400</u>

7. Other operating income

	2025	2024
	€	€
Postal Statement Fee	1,785	1,918
Rental Income	1,440	-
Cash over/short	(326)	178
	<u>2,899</u>	<u>2,096</u>

8. Employee information

The average number of persons employed by the Credit Union during the year was as follows:

	2025	2024
	No.	No.
Full Time	16	11
Part Time	10	6
	<u>26</u>	<u>17</u>

Notes to the Financial Statements contd.

for the Financial Year Ended 30 September 2025

The aggregate payroll costs were as follows:

	2025	2024
	€	€
Wages and salaries	477,499	386,814
Social security costs	150,773	129,129
Pension and other post-employment benefit costs	52,679	47,794
Other employee expenses	3,640	2,758
	<u>684,591</u>	<u>566,495</u>

9. Transactions with Officers

Key management personnel

Key management includes the Officers (directors and those staff members) with responsibility for specific aspects of the Credit Unions business on an individual or committee basis. Under Sec 68 (1) of the Credit Union Acts, Directors are prohibited from earning any compensation directly or indirectly in the performance of their function as a director or member of a principal committee. The section also prohibits payments to members of the Board Oversight Committee. The compensation paid or payable to key management for employee services is shown below.

Key management compensation

	2025	2024
	€	€
Salaries and other short term employee benefits	328,584	265,524
Post-employment benefits	32,962	44,559
	<u>361,546</u>	<u>291,309</u>

Loans, transactions and guarantees

Transactions with officers

The Credit Union is prohibited from making a loan to a related party which would provide that party with more favourable terms than a loan by the credit union to non-related parties (including, without limitation, terms as to credit assessment, duration, interest rates, amortisation schedules, collateral requirements.) Officers of the Credit Union under arm's length transactions and in the normal course of business in their capacity as members of the Credit Union, had the following transactions and balances at the year end

	2025	2024
	€	€
Savings Balance	104,586	151,812
Loan Balance	277,400	208,174
Loans Advanced	148,100	154,187
	<u>2025</u>	<u>2024</u>
	€	€
Loans to family members	433,694	95,014
Loans to related business	37,044	-
	<u>470,738</u>	<u>95,014</u>

Loans outstanding to family members represent 2.22% of total loans in the current year, and to related business was 0.19% (Prior year .72% and nil respectively)

Notes to the Financial Statements contd.

for the Financial Year Ended 30 September 2025

10. Management Expenses

	2025	2024
	€	€
Board oversight committee expenses	400	400
Rent and rates	9,213	7,173
Light, heat and cleaning	28,459	22,223
Repairs and renewals	7,488	21,110
Printing and stationary	27,095	13,002
Postage and telephone	8,172	6,768
Donations and sponsorship	5,175	3,485
Promotions and advertising	13,956	19,337
Training costs	20,687	19,051
Convention costs	785	197
AGM expenses	10,990	6,932
Travel and subsistence	2,960	2,792
Audit fees	17,617	38,157
General insurance	40,766	25,881
Share and loan insurance	123,757	100,268
Legal and professional costs	27,309	63,152
Computer equipment and licenses	230,450	203,638
Miscellaneous expenses	32,831	23,939
Security	12,800	6,604
Total Management expenses	620,910	584,109

11. Loans to members

	2025	2024
	€	€
Loans secured by savings	3,279,850	1,756,433
All other loans	17,925,697	11,499,730
Total Member Loans	21,205,547	13,256,163

	2025	2024
	€	€
At 1 October	13,256,163	11,988,938
Loans Issued/advanced in year	6,711,170	6,219,634
Loans repaid in year	(6,161,917)	(4,910,981)
Transfer of engagements	7,441,598	-
Loans written off	(41,467)	(41,428)
Gross Loans Outstanding	21,205,547	13,256,163
Loan Impairments- see note 12	(1,701,064)	(1,380,307)
Net Loans Outstanding	19,504,483	11,875,856

The remaining contractual maturity of loans to members from the balance sheet date is as follows, though this may not reflect the actual pattern of repayments as loans may be prepaid or fall into arrears.

Notes to the Financial Statements contd.

for the Financial Year Ended 30 September 2025

	2025	2024
	€	€
Not more than 1 year	698,399	503,936
More than 1 year, less than 3 years	4,834,257	2,764,462
More than 3 years, less than 5 years	7,923,472	5,276,478
More than 5 years, less than 10 years	7,749,419	4,711,287
	<u>21,205,547</u>	<u>13,256,163</u>

12. Impairment provisions for loans to members

	2025	2024
	€	€
At Start of Year		
Collective provision	503,819	500,517
Individual Provision	876,488	970,755
	<u>1,380,307</u>	<u>1,471,272</u>
Charges to Provision		
Collective	352,994	3,302
Release of provisions		
Individual Provision	(32,237)	(94,267)
	<u>32,237</u>	<u>94,267</u>
Total Provisions at year end		
Collective provision	856,813	503,819
Individual provision	844,251	876,488
	<u>1,701,064</u>	<u>1,380,307</u>

The Credit Union accounts for impairments on loans as outlined in note 2. The movement in provisions during the year is outlined above.

	2025	2024
	€	€
Bad Debts Recovered	112,174	126,834
Movement in Loan Loss Provision	148,368	90,965
Bad Debts Written Off	(41,467)	(41,428)
	<u>219,075</u>	<u>176,371</u>

Notes to the Financial Statements contd.

for the Financial Year Ended 30 September 2025

13. Tangible assets

	Land and buildings €	Fixtures and fittings €	IT Software/ equipment €	Total €
Cost or valuation				
At 1 October 2024	1,834,712	128,381	239,578	2,202,671
Additions	-	4,038	62,287	66,325
On transfers	520,000	-	-	520,000
At 30 September 2025	2,354,712	132,419	301,865	2,788,996
Depreciation				
At 1 October 2024	696,484	123,510	217,492	1,037,486
Charge for the year	41,896	1,996	16,430	60,322
At 30 September 2025	738,380	125,506	233,922	1,097,808
Carrying amount				
At 30 September 2025	1,616,332	6,913	67,943	1,691,188
At 30 September 2024	1,138,228	4,871	22,086	1,165,185

Freehold land & buildings are occupied by the Credit Union for its own activities. Valuations were received in August 2020 from REA Peter Donohoe. The Board have determined there is no significant variation between valuations and costs included in the financial statements. Intangible fixed assets comprising software and licenses, are included within computers and equipment and form an integral part of IT hardware and equipment.

14. Investments in subsidiaries, joint ventures and associates

	2025 €	2024 €
Investments in associates	10,000	-
Associates		€
Cost		
Additions		10,000
Provision		
Carrying amount		
At 30 September 2025		10,000

The Credit Union at the year end has a 6.94 % shareholding in CU Mortgage Dac. The company was incorporated on 12/01/2024 and has prepared financial statements to 31 March 2025. The Credit Union has included its investment at amortised cost on initial recognition, the Directors consider this accurately reflects the current investment value. Management has considered whether the investment in the associate is impaired under FRS 102 Section 27. Although the associate reported a loss of €582,631 during the year and its net assets decreased to €1,387,369, the company's investment represents only 6.94% of the equity and is carried at €10,000. Based on the associate's remaining net assets and future prospects, the recoverable amount of the investment is considered to exceed its carrying amount. Therefore, no impairment has been recognised.

Notes to the Financial Statements contd.

for the Financial Year Ended 30 September 2025

15. Other financial assets (current and non-current)

	2025	2024
	€	€
Current financial assets		
Financial assets at amortised cost	1	-

The Credit Union holds a number of shares in Stillglade Manufacturing Limited which it acquired on the transfer from Ballinamore Credit Union. The company was supported with the purpose of developing the Ballinamore original banking system, "Oakwood". There were a number of Irish Credit Unions involved in its establishment from its original registration in 1998. The Credit Union does not consider it holds significant influence over the company as it is not represented at board level. The previous Manager of Ballinamore Credit Union is a Director of the company. As there is no valuation available of the company the Credit Union has recognised its investment in the company at €1. The Credit Union is seeking to dispose of its shares in keeping with other Credit Unions whom have since migrated to alternative core banking providers. The Credit Union has recognised its investment using historical cost, and holds 5.26% of shares respectively in the name of Ballinamore Credit Union Limited.

16. Debtors

	2025	2024
	€	€
Other Receivables	15,260	15,209
Other debtors	61,309	-
Accrued income	343,723	201,528
	<u>420,292</u>	<u>216,737</u>

17. Members' Savings

Members' savings are distinguished between those which are unconditionally repayable on demand and those which are committed or otherwise pledged to the Credit Union by virtue of loans or guarantees. The Credit Union retains rights to exercise liens over savings where a member has an outstanding liability to the Credit Union in accordance with Section 20 of the Credit Union Act 1997, as amended.

	2025	2024
	€	€
Those committed	3,279,853	1,756,435
Those on demand	58,778,934	39,456,488
Total Savings	<u>62,058,787</u>	<u>41,212,923</u>

	2025	2024
	€	€
Member Shares		
Opening balances	38,555,641	38,328,129
Shares Lodged	30,437,503	24,863,967
Shares Withdrawn	(29,650,261)	(24,636,455)
Shares on transfer of engagements	20,464,520	-
Members Shares	<u>59,807,403</u>	<u>38,555,641</u>

Notes to the Financial Statements contd.

for the Financial Year Ended 30 September 2025

18. Members' Personal Current Account

	2025 €	2024 €
Debit balances	(19,368)	(13,464)
Credit balances	2,270,752	2,670,746
Total Current Accounts (MPCAS)	2,251,384	2,657,282

The total number of current accounts at the year end is 1,054, of which 35 have overdrawn balances. Provisions relating to current account balances at the year end are €1980 (PY €nil).

19. Creditors

	2025 €	2024 €
Due within one year		
Trade creditors	4,915	2,620
Other taxes	1	-
Other payables	50,522	50,161
Accrued expenses	43,012	32,472
	98,450	85,253

20. Provisions for liabilities

	2025 €	2024 €
Provision for liabilities		
Holiday Pay Accruals	16,440	8,975
DGS Accruals	41,690	-
	58,130	8,975

The Credit Union is obliged to hold minimum deposits with the Central Bank of Ireland in the form of minimum reserves and deposits under the Deposit Guarantee Scheme. In 2019 funds in the account were converted to a charge on the Credit Union, and balances held within the legacy account continue to fund the Credit Union charge until expiry. The Credit Union is liable for the charge at 0.02% of covered savings until 2024

21. Dividends

At the 30th of September the Directors have identified €135,444 in the dividend reserves of the Credit Union which they propose to return to members. The amounts are in respect of dividends and a rebate of loan interest which may be paid by resolution of the majority of members voting, at the Annual General Meeting. The amounts represent a dividend on shares of 0.10 % (59,035) and a rebate of loan interest at 5 % (76,409).

22. Insurance against fraud

The Credit Union has insurance against fraud in the amount of €5,200,000 (2024: €5,200,000) in compliance with Section 47 of the Credit Union Act 1997, as amended.

23. Interest charged on members loans

Interest on Members Loans is charged in accordance with the Credit Unions registered rules and the Credit Union Act 1997, as amended.

24. Capital Commitments

The Credit Union had no capital commitments at the year end.

Notes to the Financial Statements contd.

for the Financial Year Ended 30 September 2025

25. Post balance sheet events

There have been no significant events affecting the Credit Union since its year end.

26. Financial instruments

The Credit Union is a retailer of financial instruments in the form of personal loans and savings products, and also uses financial instruments to invest in liquid assets and manage its surplus funds. The Credit Union does not raise funds from wholesale money markets in support of its retail operations. The Credit Union has a formal structure for managing risk, including formal risk policies, risk limits, reporting structures, mandates and other control procedures. This structure is reviewed regularly by the Board. The Credit Union does not use any derivative financial instruments, nor enter into any financial instruments for trading or speculative purposes. The Credit Union's assets and liabilities are measured on an ongoing basis at amortised cost. The table below analyses the Credit Union's assets and liabilities by category to which they are recognised and measured in accordance with accounting policies in note 1.

Carrying values by category 2025	Held at amortised cost €	Held at fair value €	Total €
Financial assets			
Cash and Cash Equivalents	11,773,863	-	11,773,863
Deposits with Banks	28,090,000	-	28,090,000
Debt Securities	15,162,691	716,693	15,879,384
Members Loans	19,504,483	-	19,504,483
Central Bank Reserve	500,333	-	500,333
Other receivables	420,292	-	420,292
Investments	10,000	-	10,000
Other current financial assets	1	-	1
Total financial assets	75,461,663	716,693	76,178,356
Non-financial assets			
Property, plant and equipment	1,691,188	-	1,691,188
Total Assets	77,152,851	716,693	77,869,544
Financial Liabilities			
Member Current Accounts	2,251,384	-	2,251,384
Other current financial liabilities	156,580	-	156,580
Member Savings	59,807,403	-	59,807,403
Total financial liabilities	62,215,367	-	62,215,367
Reserves	15,654,177	-	15,654,177
Total Liabilities	77,869,544	-	77,869,544

Notes to the Financial Statements contd.

for the Financial Year Ended 30 September 2025

Carrying values by category 2024	Held at amortised cost €	Held at fair value €	Total €
Financial assets			
Cash and Cash Equivalents	6,078,766	-	6,078,766
Deposits with Banks	18,590,000	-	18,590,000
Debt Securities	12,706,902	694,140	13,401,042
Members Loans	11,875,856	-	11,875,856
Other Receivables	216,737	-	216,737
Central Bank Reserve	397,099	-	397,099
Total financial assets	49,865,360	694,140	50,559,500
Non-financial assets			
Non financial assets	1,165,185	-	1,165,185
Total financial assets	51,030,545	694,140	51,724,685
Financial Liabilities			
Member Savings	38,555,641	-	38,555,641
Member Current Accounts	2,657,282	-	2,657,282
Other current financial liabilities	94,228	-	94,228
Total financial liabilities	41,307,151	-	41,307,151
Reserves	10,417,534	-	10,417,534
	51,724,685	-	51,724,685

Fair Value Notes Disclosure

Fair value is the value for which an asset or liability could be exchanged or settled in an arm's length transaction. The Credit Union measures fair value using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

- Level 1: quoted prices (unadjusted) in active markets for identical instruments
- Level 2: valuation techniques for which all significant inputs are based on observable market data.
- Level 3: valuation techniques for which significant inputs are not based on observable market data

Where applicable, the Credit Union measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as active if transactions take place with sufficient frequency and volume to provide pricing information on an ongoing basis. For all other financial instruments, the Credit Union determines fair values using other appropriate valuation techniques. The Credit Union holds structured bonds not exchangeable in an active market, valuations are obtained periodically, and measured at surrender values through the income statement. Current valuations are all obtained under level 2.

Asset Liability Maturity Analysis**Liquidity Risk**

Liquidity risk is the risk that the Credit Union will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Credit Union monitors liquidity requirements on a daily basis in line with specific policies in this area, approved by the Board and in line with Central Bank requirements. The liquidity risk appetite is supported by qualitative and quantitative measures that are monitored by the Board on a monthly basis.

Notes to the Financial Statements contd.

for the Financial Year Ended 30 September 2025

The Credit Union's policy is to maintain sufficient funds in a liquid form at all times to ensure that the Credit Union can cover all fluctuations in funding, retain public confidence in the solvency of the Credit Union and to enable the Credit Union to meet its financial obligations and regulatory ratios.

The following table analyses the remaining contractual maturity of the Credit Union's financial assets and liabilities. In practice the contractual maturities are not always reflected in actual experience. For example, loans to members may be repaid ahead of contractual maturity or fall into arrears beyond that date. Members savings accounts which are typically on demand can also be repaid later than on the earliest date on which repayment can be requested.

	Less than 1 year	More than 1 year, but not more than 3	More than 3 years but not more than 5	More than 5 years but not more than 10	More than 10 years	Total
	€	€	€	€	€	€
2025						
Cash and Cash Equivalents	11,773,863	-	-	-	-	11,773,863
Deposits with Banks	7,750,000	11,940,000	4,750,000	3,350,000	-	28,090,000
Debt Securities	3,005,383	3,668,600	4,142,339	5,363,062	-	15,879,384
Members Loans	698,399	4,834,257	7,923,472	7,749,419	-	21,205,547
Central Bank Reserve	500,333	-	-	-	-	500,333
Investments	10,000	-	-	-	-	10,000
Other current financial assets	1	-	-	-	-	1
Total financial assets	23,737,979	20,442,857	16,815,811	16,462,481	-	77,459,128
Member Savings	56,769,005	1,124,923	1,290,650	622,825	-	59,807,403
Member Current Accounts	2,251,384	-	-	-	-	2,251,384
	59,020,389	1,124,923	1,290,650	622,825	-	62,058,787

At the balance sheet date, the Credit Union had loan commitments of €- in the form of loans approved but undrawn/ unissued in pipeline. Prior year amounts unissued €198,149

	Less than 1 year	More than 1 year, but not more than 3	More than 3 years but not more than 5	More than 5 years but not more than 10	More than 10 years	Total
	€	€	€	€	€	€
2024						
Cash and Cash Equivalents	6,078,766	-	-	-	-	6,078,766
Deposits with Banks	9,390,000	5,650,000	3,550,000	-	-	18,590,000
Debt Securities	1,497,848	5,587,878	3,165,317	3,150,000	-	13,401,043
Members Loans	503,936	2,764,462	5,276,478	4,711,287	-	13,256,163
Central Bank Reserve	397,099	-	-	-	-	397,099
Total financial assets	17,867,649	14,002,340	11,991,795	7,861,287	-	51,723,071
Member Savings	36,974,457	627,250	736,863	217,072	-	38,555,641
Member Current Accounts	2,657,282	-	-	-	-	2,657,282
	39,631,739	627,250	736,863	217,072	-	41,212,923

Notes to the Financial Statements contd.

for the Financial Year Ended 30 September 2025

Credit Risk

The Credit Union's credit risk arises from its portfolio of loans to members and from potential losses on investments with other financial institutions that could result from the failure of treasury counterparties to observe the terms of the contract entered into. The Credit Union has no risk appetite for material credit losses, this is controlled through observations of legislation and regulations, the appointment of committees, credit quality rules, underwriting standards and counterparty limits.

All loan applications are assessed with reference to the Credit Union's lending policy. Changes to policy are approved by the Board and the approval of loan applications is mandated. Appropriate credit limits have been established by the Board for individual exposures and together with Central Bank guidelines on credit exposures. Policies are continually monitored by the Board, Board Oversight Committee and internal audit.

Credit risk in respect of treasury counterparties is assessed using a number of methodologies to include rating agencies and Central Bank Regulations. For treasury related counterparties, the Credit Union is limited to a maximum 20% exposure to any one counterparty of investments made.

	2025 €	2024 €
The Credit Union's maximum credit risk exposure is detailed in the table below:		
Cash and Cash Equivalents	11,773,863	6,078,766
Investments	44,469,717	32,388,141
Members Loans	19,504,483	11,875,856
Less savings attached to loans	(3,279,853)	(1,756,435)
Total balance sheet exposure	72,468,210	48,586,328
Off Balance sheet - Loans approved but unissued	-	(198,149)
Total Exposure	(72,468,210)	(48,784,477)

Credit quality analysis of counterparties

The table below sets out information about the exposure the Credit Union has to counterparties for debt securities, and other investments /liquid cash deposits with credit institutions. Amounts held with financial institutions are analysed by their Moodys Credit rating at the year-end.

	2025 €	2024 €
A3 to Aaa	45,670,045	33,560,846
Ba3 to Baa1	10,073,202	3,513,434
	55,743,247	37,074,280

At the balance sheet date there are no provisions for impairment against any investment made by the Credit Union.

Notes to the Financial Statements contd.

for the Financial Year Ended 30 September 2025

	2025 €	2024 €
Credit quality analysis of loans to members		
Neither past due nor impaired	19,487,730	12,000,936
1 to 9 weeks	917,357	588,755
10 to 18 weeks	101,737	24,598
19 to 26 weeks	87,911	64,365
27 to 39 weeks	51,197	21,400
40 to 52 weeks	15,881	11,686
53 weeks plus	543,734	544,423
Total loans in issue	21,205,547	13,256,163
Impairment allowances		
Individual provision	844,251	876,488
Collective provision	856,813	503,819
Total allowance	1,701,064	1,380,307

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise three types of risk: currency risk, interest rate risk and other price risk. Of these, only interest rate risk is significant for the Credit Union.

The Credit Union is not directly exposed to currency risk as it deals only with products in euro, and its products are only interest orientated so are not exposed to other pricing risks.

The Credit Union is exposed to movements in interest rates reflecting the mismatch between the dates on which interest receivable on assets and interest payable on liabilities are next reset to market rates or if earlier, the dates on which the instruments mature. The Credit Union manages this exposure on a regular basis, within the limits set by the Board, however as the Credit Union only declares its dividends at the year-end based on such market rates, the board considers its sensitivity to such rates as marginal.

27. Ballinamore Credit Union Transfer of Engagements

On the 26 May 2025, Ballyconnell Credit Union Limited accepted the transfer of engagements from Ballinamore Credit Union Limited. The fair valued assets and liabilities of Ballinamore at the 26 May 2025 were incorporated into the balance sheet of Ballyconnell. Ballyconnell Credit Union did not pay any consideration in respect of the transfer, as on the date the members of Ballinamore Credit Union became members of Ballyconnell Credit Union Limited, and thereby became entitled to the interests associated with membership. In applying the acquisition method of accounting for the business combination, the members interests transferred by Ballinamore represents the consideration transferred for the net assets acquired. The consideration has been estimated as equivalent to the fair value of the members interest in Ballinamore Credit Union at the date of transfer.

Notes to the Financial Statements contd.

for the Financial Year Ended 30 September 2025

	Ballinamore Credit Union Limited €	Fair value adjustments €	Total €
Cash & investments	17,895,003	-	17,895,003
Member loans	6,972,474	-	6,972,474
Fixed assets	520,000	-	520,000
Other receivables	36,671	-	36,671
Member shares	(20,464,520)	-	(20,464,520)
Other liabilities	(226,488)	-	(226,488)
Total reserves on transfer acquired	4,733,140	-	4,733,140

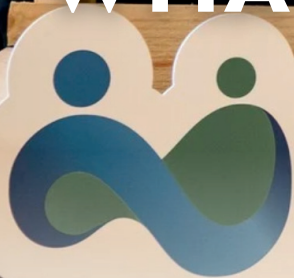


Caimin Dolan being photographed by his father Eamon at our Art Competition prize giving night.



A photograph of two men standing in a workshop. The man on the left is smiling and wearing a dark quilted jacket. The man on the right is wearing a dark jacket and a black cap with 'COWBOY HAT' written on it. They are both leaning on a wooden plank. The background shows a workshop with various tools and materials.

FOR INVESTING IN WHAT MATTERS



Ballyconnell
Credit Union

Ballinamore | Carrigallen | Swanlinbar

#Co