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<u>INCOME</u>	<u>NOTES</u>	<u>#REF!</u> <u>GH ¢</u>	<u>#REF!</u> <u>GH ¢</u>
#REF!	2.	1,465,518.11	1,232,571.49
#REF!	3.	525,468.90	518,202.15
#REF!	4.	24,414.56	15,816.92
		<u>2,015,401.57</u>	<u>1,766,590.56</u>
#REF!	5.	76,940.93	53,148.41
TOTAL INCOME		2,092,342.50	1,819,738.97
<u>LESS EXPENDITURE:</u>			
#REF!	6.	580,795.79	445,726.21
#REF!	7.	284,424.21	248,511.75
#REF!	8.	43,733.00	22,782.25
#REF!	9.	267,410.68	184,220.00
#REF!	10	138,877.43	141,686.08
#REF!	11	#REF!	#REF!
#REF!	#REF!	#REF!	271,101.75
TOTAL OPERATING EXPENSES		#REF!	#REF!
#REF!		#REF!	#REF!
<u>SURPLUS APPROPRIATION</u>			
Net Surplus c/f		<u>#REF!</u>	<u>#REF!</u>
Statutory Reserve	25%	#REF!	#REF!
Operating Reserve		#REF!	328,745.80
		<u>#REF!</u>	<u>#REF!</u>

The Notes 1-24 form an intergral part of these financial statements

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<u>ASSETS</u>	<u>NOTES</u>	<u>#REF!</u> <u>GH ¢</u>	<u>#REF!</u> <u>GH ¢</u>
11 Liquid Funds	13	557,439.97	168,931.67
#REF!	14	2,781,904.52	2,684,628.25
#REF!	15	201,464.12	127,243.13
14/24 Net Loans To Members	#REF!	#REF!	#REF!
15 Other Current Assets	17	517,473.95	483,971.88
#REF!	#REF!	#REF!	#REF!
TOTAL ASSETS		#REF!	#REF!
<u>Current Liabilities</u>			
#REF!	18	41,783.61	56,305.00
#REF!	19	8,373,401.60	7,062,017.40
		8,415,185.21	7,118,322.40
<u>EQUITY</u>			
#REF!	20	554,605.54	429,847.81
32 Reserves (incl. Net Surplus)	#REF!	#REF!	#REF!
		#REF!	#REF!
TOTAL LIABILITIES AND EQUITY		#REF!	#REF!
		#REF!	#REF!
		#REF!	#REF!

Approved by Management Board on

The Notes 1-24 form an intergral part of these financial statements

#REF!
Chairman

#REF!
Treasurer

Approved by Department of Co-operatives:

Date:

#REF!

STATEMENT OF CHANGES IN EQUITY

	Members Share Capital	Operating Reserve	Statutory Reserve	Other Reserves	Total Equity
Balance b/f	429,847.81	#REF!	#REF!	#REF!	#REF!
#REF!		#REF!	-	#REF!	#REF!
Net Shares Subscribed	124,757.73				124,757.73
Surplus for the year (Appropriation)		#REF!	#REF!	#REF!	#REF!
Dividend paid					-
Total	554,605.54	#REF!	#REF!	#REF!	#REF!

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NOTES TO THE FINANCIAL STATEMENTS

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1. BASIS OF PREPARATION

1.1. Statement of Compliance

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1.2. Basis of Measurement

The financial statements have been prepared under the historical cost convention.

1.3. Use of Estimates and Judgements

The preparation of financial statements is in conformity with IFRS which requires the Union's Board and Management to make Judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses.

1.4. Functional and Presentation Currency

The Financial statements are presented in Ghana Cedis (GH¢), which is the Credit Union's functional and Presentational Currency.

1.5.0 Significant Accounting Policies

The significant accounting policies adopted by the Credit Union which have been used in preparing these financial statements are as follows:

1.5.1. Revenue Recognition

i.) Interest on Loans

Interests on members' loans are recognized in the statement of comprehensive income and when payment is received (on cash basis).

ii.) Investment Income

Investment income is recognized in the statement of Comprehensive income on accrual basis or when investments are rolled over instead of receiving it as cash

iii.) Other Financial Income

Other Financial Income comprises interest earned on the Union's bank accounts, other investments and dividend received on shares owned. They are measured at amortized

iv.) Non - Financial Income

Revenue from the provision of services to members is recognized when earned', specifically when amounts are fixed or can be determined and the ability to collect is reasonably assured.

1.6. Expenses

Expenses are recognised when incurred, without regard to receipt or payment of cash.

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NOTES TO THE FINANCIAL STATEMENTS

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1.7. Interest on Members' Savings

Interest on Members' Savings is paid on their minimum quarterly balance

1.8. Provision of Loan Loss

The Credit Union has determined the likely impairment loss on loans, which have not maintained the loan repayments in accordance with the loan contract. An estimate of the collective provision is based on the age of the loans. Any adjustments made in loan loss provision are recognized in the statement of comprehensive income.

1.9. Bad Debts Written Off / Loans Set aside.

Bad Debt are written off from time to time as determined by management and approved by Board of Directors when it is reasonable to expect that the recovery of the debt is unlikely. Bad debts are written off against the accumulated provisions for loan losses, if a provision for loan loss had previously been recognized. If no provision had been recognized, the write offs are recognized as expense in the statement of comprehensive income.

1.10. Dividend

The Board of Directors wish to propose a dividend (.....%) amounting to GHC..... at the forth coming Annual General Meeting.

1.11. Members Shares

Members' shares subscribed by members are classified as equity only to the extent that they do not meet the definition of a financial liability or financial asset.

1.12. Members Loans

All members' loans are non – derivative financial assets with fixed or determinable payments that are not quoted in an active market and have been classified as loans and receivables.

Members' loans are reported at their recoverable amount representing the aggregate amount of principal, less any provision for impaired loans.

1.13. Members Savings

Members' savings are measured at amortized cost.

1.14. Leased Assets (If Any)

Where substantially all of the risks and rewards incidental to ownership of a leased asset have been transferred to the Credit Union ("finance lease"), the asset is treated as if it had been purchased out right. The amount initially recognized as an asset is the lower of the fair value of the leased property and the present value of the minimum leased

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1.15. Employee Benefits

(a) Post - Employment Benefits

(i) Social Security and National Insurance Trust (SSNIT)

Under a National Deferred Benefit Pension Scheme, the Credit Union contributes 13% of employees basic Salary to SSNIT for employee pensions.

The Credit Union's obligation is limited to the relevant contributions, which were settled on due date. The pension liabilities and obligations, however, rest with SSNIT.

(b) Co-Operative Credit Union Pension Plan (C-CUPP)

The Credit Union has a pension plan for all employees who have completed probation with the Credit Union.

Employees contribute 10% of their basic salary to the fund whilst the Credit Union contributes the same 10%. The obligation under the plan is limited to the relevant contribution and these are settled on due dates.

1.16. Property, Plant and Equipment

An item of Property, Plant and Equipment is initially recognized at cost and subsequently measured at cost less accumulated depreciation and any accumulated impairment losses, with the exception of land which is not depreciated.

Depreciation is recognized in the statement of comprehensive income and is provided for on a straight - line basis over the estimated useful life of the assets. The current annual depreciation rates for each class of property, plant and equipment are as follows:

Building	2%
Motor Vehicle	20%
Office Equipment	25%
Furniture and Fittings	10%
Computers and Accessories	33.33%
Software	33.33%

Gains or losses on disposal of property, plant and equipment are recognized in the statement of comprehensive income.

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2. Interest on Loans

Interest on Normal Loans	1,211,120.89	1,105,151.90
Interest on Other Loans - Overdraft	254,397.22	127,419.59
	<u>1,465,518.11</u>	<u>1,232,571.49</u>

3. Interest on Liquid Investments

Interest on Gold Coast Securities	172,407.99	238,608.93
Interest on Databank Mfund	7,258.98	7,099.90
Interest on Fixed Deposits - Brooks	88,078.16	84,848.35
Interest on Fixed Deposits - Dalex	164,024.23	127,277.69
Interest on Call Accounts	17,171.61	5,832.74
Interest on GCB Savings	267.89	214.11
Interest on CUA CFF Savings	76,260.04	54,320.43
	<u>525,468.90</u>	<u>518,202.15</u>

4. Other Financial Income

Interest On Statutory Reserves Deposits	20,546.96	14,579.32
Dividend On CUA Shares	65.00	60.00
Dividend on Kasoa Shares	200.00	-
Commission on E-Cash	1,636.00	-
Dividend On GCB Shares	1,966.60	1,177.60
	<u>24,414.56</u>	<u>15,816.92</u>

5. Non Financial Income

Entrance Fee	2,315.00	927.00
Commission on Risk Management	13,443.28	10,439.40
Withdrawal Charges	2,165.30	3,122.10
GRC Salary Processing Fees	2,181.25	907.00
Sale of Tender Documents	5,000.00	-
Other Income - Old Commodities	1,040.38	-
Income on SMS	50,795.72	37,752.91
	<u>76,940.93</u>	<u>53,148.41</u>

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6. Cost of Funds

Interest on Member Savings	567,341.06	433,512.30
Interest on Withdrawable Savings	13,454.73	12,213.91
	<u>580,795.79</u>	<u>445,726.21</u>

7. Personnel Cost

Staff Salaries	202,345.29	181,443.39
SSNIT contribution, part of CU	14,834.09	13,541.13
Dressing Allowance	5,838.95	5,188.60
Leave Allowance	10,807.77	7,204.28
Overtime allowance	1,209.15	-
Staff Bonus	26,412.71	16,289.55
Medical Expenses	18,004.26	11,547.30
Fuel & Car Maintenance Allowance	985.00	4,440.00
C-CUPP, part of CU	3,986.99	7,870.98
Acting Allowance	-	986.52
	<u>284,424.21</u>	<u>248,511.75</u>

8. Occupancy

Rent & Rates	6,000.00	6,000.00
Building Expenses	6,750.00	250.00
Repairs and Maintenance	3,336.00	514.00
Utilities	27,647.00	16,018.25
	<u>43,733.00</u>	<u>22,782.25</u>

9. Organizational Cost

CUA Dues	7,716.00	8,576.00
Chapter Dues	5,144.00	6,127.00
Donations	7,040.00	900.00
Education & Training	28,697.30	36,772.31
Entertainment & Protocol	27,030.60	14,606.50
Hotel & Accommodation Expenses	11,282.00	6,690.40
BOD & Committee Allowances	26,712.00	26,995.00
Honorarium	45,100.33	39,747.04
Conference Expenses - ACCOSSCA	51,703.95	34,524.00
X'mas Package	5,950.00	8,231.75
Promotion & Advertisement	10,640.00	-
Meeting Expenses	2,550.00	-
Annual General Meeting	37,844.50	-
Other Organizational Cost	-	1,050.00
	<u>267,410.68</u>	<u>184,220.00</u>

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10. Security

Risk Management Premium - LPP	99,335.53	109,558.84
Legal Expenses	350.00	350.00
Security Cost	330.00	545.00
Insurance Premium Office Car	1,846.02	1,475.24
CUA Stabilization Fund	29,415.88	24,717.00
Audit Fees	7,600.00	5,040.00
	<u>138,877.43</u>	<u>141,686.08</u>

11. Administration

Travelling and Transport	7,900.56	70.00
Fuel & Lubricants	5,287.61	7,765.00
Bank Charges	5,428.52	5,267.95
Repairs & Maintenance of Computer	3,560.00	6,980.00
Office Car Expense	4,590.00	2,233.50
CUSoft License Fee	3,500.00	6,960.00
Withholding Tax	29,384.38	5,513.03
Office Expenses	5,365.07	5,380.90
Postage & Communication	5,295.16	1,822.61
Printing & Stationery	16,206.38	1,411.10
Audit Expenses	1,644.00	3,170.91
Other Administration Expenses	-	5,604.73
Depreciation on Non Current Assets	<u>#REF!</u>	<u>#REF!</u>
	<u>#REF!</u>	<u>#REF!</u>

12. Provision for Loan Losses and Write Off

Please see also note 24. Accumulated Provision For Loan Losses

Increase in Provision for Loan Losses	<u>#REF!</u>	269,716.00
Bad Loans Written Off	<u>#REF!</u>	1,385.75
	<u>#REF!</u>	<u>271,101.75</u>

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13. Liquid Funds

Cash On Hand - HeadOffice	15,419.22	5,045.81
Cash On Hand - Branch Office	18,510.79	14,466.33
Petty Cash	5,152.92	2,124.91
Office Safe - Salary Control Account	10,169.28	17,495.34
Subtotal Cash Balance	49,252.21	39,132.39
Electronic Cash	3,629.00	24,418.00
Ecobank Current A/c	469,531.61	43,605.02
Barclays Bank Current AC	1,509.02	1,509.02
Bank Current - Standard Chartered Bank	383.36	(33,205.96)
Fidelity Current A/c	33,134.77	93,473.20
Subtotal Bank Current Balance	508,187.76	129,799.28
	557,439.97	168,931.67

14. Liquid Investments

Gold Cost Securities	562,985.28	891,959.70
Jislah Financial Services	20,000.00	-
GCB Savings	6,781.78	5,299.84
Dalex Finance	1,149,717.77	734,507.72
Brooks Assets Management	414,430.46	443,033.88
Stanchart Call Account	177.32	156,146.18
DataBank Investment	41,342.75	34,083.77
Central Finance Facility (CFF) Savings	586,469.16	419,597.16
	2,781,904.52	2,684,628.25

15. Other Investments

CUA House Bond	-	177.00
CUA Statutory Reserves Deposit	191,764.12	116,764.13
CUA Shares	500.00	2,500.00
GCB Shares	200.00	200.00
CUA Ksoa Training Centre Shares	9,000.00	7,602.00
	201,464.12	127,243.13

16. Net Loans To Members

Member Long Term Loans	5,104,376.75	4,979,645.85
Overdraft (Short Term Loans)	368,928.23	367,254.21
Subtotal: Total Loan Balance	5,473,304.98	5,346,900.06
less: set aside	#REF!	224,771.75
Subtotal: Total Loan Balance	#REF!	5,122,128.31
less: accum. Provision For Loan Losses	#REF!	#REF!
	#REF!	#REF!

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NOTES TO THE FINANCIAL STATEMENTS

	<u>#REF!</u> <u>GH ¢</u>	<u>#REF!</u> <u>GH ¢</u>
<u>17. Other Current Assets</u>		
Rent Prepaid	15,500.00	21,500.00
Medical Bills Prepaid	3,021.04	-
Accounts Receivables - GPHA	498,952.91	462,471.88
	<u>517,473.95</u>	<u>483,971.88</u>
<u>18. Other Current Liabilities</u>		
Audit Fees Payable	7,600.00	5,040.00
Stabilization Fund payable	20,884.81	51,265.00
LPP-Premium payable	13,298.80	-
	<u>41,783.61</u>	<u>56,305.00</u>
<u>19. Members Savings</u>		
Regular Savings - FEMALE	7,679,061.77	1,203,561.30
Regular Savings - MALE	-	5,223,097.69
Regular Savings - GROUP	-	82,186.82
Subtotal: Total Regular Savings	<u>7,679,061.77</u>	<u>6,508,845.81</u>
Withdrawable Savings	283,993.97	245,520.91
Fixed Deposits	410,345.86	307,650.68
Subtotal: Total Other Savings	<u>694,339.83</u>	<u>553,171.59</u>
	<u>8,373,401.60</u>	<u>7,062,017.40</u>
<u>20. Members Shares</u>		
MEMBER SHARES - FEMALE	554,605.54	78,594.28
MEMBER SHARES - MALE	-	348,253.53
MEMBER SHARES - GROUPS	-	3,000.00
	<u>554,605.54</u>	<u>429,847.81</u>