

# Swilly-Mulroy Credit Union Ltd

**Annual Accounts and Financial Statement  
For the year ended 30th September 2024**

**Notice of AGM in the  
Rossnakill Hall  
on Monday 20th January 2025  
at 8.00pm**



**Ireland**

**Registered Number 413 CU**





## **DIRECTORS' REPORT**

The directors present their report and the financial statements for the financial year ended 30th September 2024 for consideration at the Annual General Meeting.

### **Results**

The results for the year ended 30th September 2024 are on pages 6 to 9.

Events since the balance sheet date

There are no material events after the balance sheet date to disclose.

### **Dividends**

The directors recommend a dividend of 0.00% for the year ended 30th September 2024 amounting to €0 and a loan interest rebate of 0% amounting to €0. The proposed dividend and the proposed loan interest rebate will be submitted for approval at the 2024 Annual General Meeting.

### **Directors Interests**

The Directors have had no material interest

in any contract with the Credit Union during the year other than those disclosed in the accounts.

### **Auditor**

Peter McDonnell & Co. have expressed their willingness to continue as Auditors in pursuant to S.115 of the Credit Union Act 1997 (as amended).

### **Risks/Uncertainties**

The directors continue to address the key risks and uncertainties that may arise. In light of the current economic climate, we assess the level of risks and manage those risks so as to ensure the continued future of the credit union. Key risks identified are the financial risk of losses on investments and potential bad debts.

This report was approved by the Board on 6th December 2024 and signed on its behalf by

*John Joe McGowan Elizabeth Sweeney*

*Chair*

*Secretary*

## **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The Credit Union Act, 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 its Income and Expenditure for that period. In preparing those financial statements, the directors are required to:

- \* select suitable accounting policies and then apply them consistently;
- \* make adjustments 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 comply with the Credit Union Act, 1997 (as amended). They are also 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.

Signed on behalf of the Directors

*John Joe McGowan Elizabeth Sweeney*

*Chair*

*Secretary*



**STATEMENT OF BOARD OVERSIGHT COMMITTEE'S RESPONSIBILITIES**

The Credit Union Act 1997 (as amended) requires the appointment of an Oversight Committee which will oversee directors in the performance of their functions. The board oversight committee shall have access, at all times, to the books and documents of the Credit Union to enable it to carry out its functions under the acts.

Signed on behalf of the Oversight Committee

*Noel Mullaney*



## **INDEPENDENT AUDITOR'S REPORT to the Members of Swilly Mulroy Credit Union Ltd**

### **Opinion**

We have audited the financial statements of Swilly Mulroy Credit Union Ltd for the financial year ended 30th September 2024 which comprise the Income and Expenditure Account, the Balance Sheet, the Statement of Changes in Reserves, the Cash Flow Statement and notes to the financial statements, including the 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 30th September 2024 and of its income and expenditure for the year then ended;
- have been prepared in accordance with Generally Accepted Accounting Practice in Ireland; and
- have been properly prepared so as to conform 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 described below in the Auditors 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 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**

We have nothing to report in respect of the following matters in relation to which ISAs (Ireland) 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 statement 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.

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 have obtained all the information and explanations which we considered were 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.

## **RESPECTIVE RESPONSIBILITIES**

### **Responsibilities of Directors for the financial statements**

As explained more fully in the directors' responsibilities statement set out on page 2, 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 going concern and using the going concern basis of accounting unless management intends to cease operations, or has no realistic alternative but to do so.

### **Responsibilities of Auditors for 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 decision 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 IAASA's website at: [www.iaasa.ie](http://www.iaasa.ie) under "Description of auditor's responsibilities for audit". This description forms part of the Auditor's Report.

### **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.

*Peter McDonnell (FCCA)*

*For and on behalf of  
Peter McDonnell & Co  
Chartered Certified Accountants  
& Statutory Auditors  
Tirconnail Street  
Donegal Town  
Co Donegal*

*Date : 6th December 2024*



**Statement of Comprehensive Income**  
for the year ended 30th September 2024

		<b>30/09/24</b>	<b>30/09/23</b>
		€	€
<b>INCOME</b>	<b>Schedule</b>		
Interest on Members Loans		528,564	557,470
Other Interest Receivable and Similar Income	<b>1</b>	259,197	168,492
Net Interest Income		<hr/> 787,761	<hr/> 725,962
Other Income	<b>2</b>	4,317	2,030
<b>TOTAL INCOME</b>		<hr/> 792,078	<hr/> 727,992
<b>EXPENDITURE</b>			
Salaries		259,871	264,454
Other Management Expenses	<b>3</b>	543,320	402,660
Depreciation		22,476	29,328
Bad Debts Recovered		(38,898)	(64,133)
<b>TOTAL EXPENDITURE</b>		<hr/> 786,769	<hr/> 632,309
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<hr/> 5,309	<hr/> 95,683

There were no recognised gains or losses other than the income and expenditure for the above financial periods.

*On behalf of the Credit Union*

*Manager:*

*Breda McNulty*

*Date: 06/12/2024*

*Member of the Board of Directors:*

*John Joe McGowan*

*Date: 06/12/2024*



# Swilly-Mulroy Credit Union Limited



## Balance sheet As at 30th September 2024

	Notes	2024 €	2023 €
<b>ASSETS</b>			
Cash and Balances at Bank	14	689,589	1,058,372
Tangible assets	7	380,438	402,915
Investments	6	14,302,449	14,114,951
Debtors & Prepayments	8	95,789	88,022
Loans to Members	10	6,988,423	6,420,185
Less:Provision for Bad and Doubtful Debts	12	(469,137)	(452,228)
		_____	_____
<b>TOTAL ASSETS</b>		21,987,551	21,632,217
		_____	_____
<b>MEMBERS LIABILITIES</b>			
Members' Shares	16	17,662,215	17,311,461
<b>OTHER LIABILITIES</b>			
Other Liabilities and Charges	15	77,666	78,395
		_____	_____
		17,739,881	17,389,856
<b>MEMBERS' RESOURCES</b>			
Regulatory Reserves		2,638,506	2,595,862
Operational Risk Reserve		115,110	115,110
Other Reserves - -			
Retained Earnings			
Realised Reserves		1,494,054	1,531,389
Un-Realised Reserves		-	-
		_____	_____
		21,987,551	21,632,217
		_____	_____
<b>On behalf of the Credit Union</b>			
	<b>Manager:</b>	<b>Date: 06/12/2024</b>	
	<b>Breda McNulty</b>		
<b>Member of the Board of Directors:</b>		<b>Date: 06/12/2024</b>	
	<b>John Joe McGowan</b>		





**Statement of changes in Retained Earnings (continued)**  
**Financial year ended 30th September 2024**

	<b>2024</b>	<b>2023</b>
<b>As at 1st October 2023 - -</b>		
Total Comprehensive Income for the year	5,309	95,683
	_____	_____
<b>As at 30th September 2024</b>	5,309	95,683
	_____	_____

**MOVEMENT IN RESERVES**

	Retained Dividend Reserve Total	Earnings Operational	Realised Reserve	Regulatory Other	Reserve Risk Reserve
<b>As at 1st October 2023</b>	1,331,511	2,595,862	104,668	95,209	115,110
Surplus for year	5,309				4,242,360
Dividend and Loan Interest Rebate Paid	-				5,309
Transfer to Regulatory Reserve	(42,644)	42,644			-
Transfer to Operational Risk Reserve					-
	_____	_____	_____	_____	_____
<b>As at 30th September 2024</b>	1,294,176	2,638,506	104,668	95,209	115,110
	_____	_____	_____	_____	_____



**Statement of cash flows**  
Financial year ended 30th September 2024

	<b>2024</b>	<b>2023</b>
	€	€
<b>Opening Cash and Investments</b>	15,173,323	14,718,776
<b>Receipts</b>		
Members Shares	6,435,113	6,873,223
Members Loans Repaid	2,956,012	3,158,496
Members Loan Interest Repaid	528,564	557,470
Investment Interest Received	326,046	226,801
Bad Debts Recovered	38,898	64,133
Other Receipts	4,317	2,030
<b>TOTAL</b>	<u>10,288,950</u>	<u>10,882,153</u>
<b>Disbursements</b>		
Members Shares Withdrawn	6,084,359	6,456,630
Members Loans Granted	3,539,394	3,161,032
Dividends and Loan Interest Rebate Paid	-	-
Operating Expenses	846,482	792,780
Fixed Assets Purchased	-	17,164
<b>TOTAL</b>	<u>10,470,235</u>	<u>10,427,606</u>
<b>Closing Cash and Investments</b>	<u>14,992,038</u>	<u>15,173,323</u>



## **1. Statement of compliance**

Swilly Mulroy Credit Union is established under the Credit Union Act, 1997 (as amended). Swilly Mulroy Credit Union is registered with the Registrar of Credit Unions and is regulated by the Central Bank of Ireland.

## **2. Accounting policies**

### **Basis of preparation**

These financial statements have been prepared in accordance with FRS 102. The Financial Reporting Standard applicable in the UK and Republic of Ireland. The financial statements are prepared on the historical cost basis.

The financial statements are prepared in Euro, which is the functional currency of the entity.

### **Going concern**

The directors of Swilly Mulroy Credit Union believe that is appropriate to prepare the financial statements on the going concern basis.

### **Income**

Interest on Members Loans' in accordance with FRS 102 and accounting practice generally is recognised using the effective interest method and accrued on a daily basis.

### **Investment Income**

Investment Income is accounted for differently depending on how the different investments are designated at the outset and based on meeting certain criteria. The credit union uses the following accounting methods:

#### 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 uncollectability. This effectively spreads out the return on such investments over time, but does take account immediately of any impairment in the value of the investment.

#### Held to Maturity investments

Investments designated on initial recognition as held-to-maturity are investments that the credit union intends, and is able to, hold to maturity. These are carried at amortised cost using the effective interest method. The fair value of some investment products will change during their life, but they will have a fixed maturity value at some future date.



When designated as held-to-maturity, any change in the fair value during the term of the investment is ignored, with the credit union only accounting for interest received. Gains and losses are recognised in income when the investments are derecognised or impaired, as well as through the amortisation process. Investments intended to be held for an undefined period are not included in this classification.

### 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. In accordance with the direction of the Central Bank the amounts are shown as current assets and are not subject to impairment reviews.

### **Tangible assets**

Tangible fixed assets comprises items of property, equipment and computers, which are stated at cost, less accumulated depreciation and any accumulated impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset.

Depreciation is provided to write off the cost of each item of property, equipment and computers, less its estimated residual value, on a reducing balance basis. The categories of property, equipment and computers are depreciated as follows:

Freehold Premises	2%
Office Equipment	20%
Computers	33.3%

### **Cash and cash equivalents**

Cash and cash equivalents comprise of cash on hand, loans and advances to banks with maturity of less than or equal to three months.

### **Financial assets - loans and advances to members**

Loans to members are financial assets with fixed or determinable payments. Loans are recognised when cash is advanced to members and measured at amortised cost using the effective interest method.

Loans are derecognised when the right to receive cash flows from the asset has expired, usually when all amounts outstanding has been repaid by the member.

### **Impairment of bad debts**

Swilly Mulroy Credit Union assesses, at each balance sheet date, if there is objective evidence that any of its loans to members are impaired. The loans are assessed collectively in groups that share similar credit risk characteristics. Individually significant



loans are assessed on a loan by loan basis. In addition, if, during the course of the year, there is objective evidence that any individual loan is impaired, a specific loss will be recognised.

Any bad debts/impairment losses are recognised in the Income and Expenditure Account, as the difference between the carrying value of the loan and the net present value of the expected cash flows.

#### **Financial liabilities members' shares and deposits**

Members' shareholdings and deposits in Swilly Mulroy Credit Union are redeemable and therefore are classified as financial liabilities. They are initially recognised at the amount of cash deposited and subsequently measured at the nominal amount.

#### **Employee benefits**

Defined contribution plans: The amounts charged as expenditure for the defined contribution plan are the contributions payable by the credit union for the relevant period.

Other employee benefits: Other short and long term employee benefits, including holiday pay, are recognised as an expense over the period they are earned.

#### **Reserves**

##### **Regulatory Reserve**

The Credit Union Act 1997 (Regulatory Requirements) Regulations 2016 requires credit unions to establish and maintain a minimum regulatory reserve requirement of at least 10% of the assets of the credit union.

##### **Operational Risk Reserve**

The Credit Union has established an Operational Risk Reserve which is separate, distinct and in addition to the Reserves in the Credit Union is required to hold in its Regulatory Reserve. The amount held in the Operational Risk Reserve is the predicted impact of Operational Risk events that may have a material impact on the Credit Union's business.

##### **Other Reserves - Realised Reserves**

Realised Reserves are the accumulated surpluses to date that have not been declared as dividends returnable to members.

### **3. Use of estimates and judgements**

The preparation of financial statements requires the use of certain accounting estimates. It also requires the Directors to exercise judgement in applying Swilly Mulroy Credit Union's 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:



#### **Impairment losses on loans to members**

Swilly Mulroy Credit Union assesses, at each balance sheet date, if there is objective evidence that any of its loans to members are impaired. The loans are assessed collectively in groups that share similar credit risk characteristics. Individually significant loans are assessed on a loan by loan basis. In addition, if, during the course of the year, there is objective evidence that any individual loan is impaired, a specific loss will be recognised.

Any bad debts/impairment losses are recognised in the Income and Expenditure Account, as the difference between the carrying value of the loan and the net present value of the expected cash flows.

#### **4. Loan Arrears and Doubtful Debts**

The current provision in the financial statements is €469,137 (2023 €452,228) representing 6.7% (2023:7%) of the total loan book. Loans rescheduled or refinanced during the year amount to €0.

#### **5. Key Management Remuneration**

The directors of Swilly Mulroy Credit Union are all unpaid volunteers. The key management team for Swilly Mulroy Credit Union would include the credit union manager and one other senior staff member.

	<b>2024</b>	<b>2023</b>
	€	€
Short term employee benefits paid to key management	108,210	88,724
Total key management personnel compensation	<u>108,210</u>	<u>88,724</u>

#### **6. Deposits and Investments**

Swilly Mulroy Credit Union have the following investments

	<b>2024</b>	<b>2023</b>
	€	€
Accounts in Authorised Credit Institutions	13,921,174	13,733,675
Central Bank Minimum Reserve	381,275	381,276
<b>Total</b>	<u>14,302,449</u>	<u>14,114,951</u>



**7. Tangible assets**

	Freehold property	Computers	Office	
	€	€	Equipment	Total
	€	€	€	€
<b>Cost</b>				
At 1st October 2023	575,817	280,033	227,805	1,083,655
Additions	-	-	-	-
Disposals	-	-	-	-
<b>At 30th September 2024</b>	<b>575,817</b>	<b>280,033</b>	<b>227,805</b>	<b>1,083,655</b>
<b>Depreciation</b>				
At 1st October 2023	227,814	245,939	206,988	680,741
Charge for the financial year	6,960	11,353	4,163	22,476
Disposals	-	-	-	-
<b>At 30th September 2024</b>	<b>234,774</b>	<b>257,292</b>	<b>211,151</b>	<b>703,217</b>
<b>Carrying amount</b>				
<b>At 30th September 2024</b>	<b>341,043</b>	<b>22,741</b>	<b>16,654</b>	<b>380,438</b>

**8. Debtors and Prepayments**

	2024	2023
	€	€
Bank Interest Prepaid	66,849	59,351
Prepayments	28,940	28,671
<b>Total</b>	<b>95,789</b>	<b>88,022</b>

**9. Dividends and Loan Interest Rebate**

The following distributions were made during the year.

	2024	2023
	€	€
Dividend on shares	-	-
Loan Interest Rebate	-	-

The directors are proposing a dividend in respect of the year ended 30th September 2024 of 0.00% which amounts to €0 (2023: €0 (0.00%)) and are proposing a loan interest rebate of 0% amounting to €0 (2023:€0 (0%)).



**10. Loans and advances to members - financial assets**

	<b>2024</b>	<b>2023</b>
	€	€
As at 1st October 2023	6,420,185	6,420,523
Advanced during the year	3,539,394	3,161,032
Repaid during the year	(2,956,012)	(3,158,496)
	<hr/>	<hr/>
Gross loans and advances to members	7,003,567	6,423,059
Impairment losses/bad debts	(15,144)	(2,874)
Recovery Adjustment	-	-
Groups of financial assets/ loans	-	-
	<hr/>	<hr/>
<b>As at 30th September 2024</b>	<b>6,988,423</b>	<b>6,420,185</b>
	<hr/>	<hr/>

**11. Credit risk disclosures**

The Credit Union complies with Section 12 of the Credit Union Act 1997 (Regulatory Requirements) Regulations 2016. This Regulation :

- restricts the concentration of lending by the credit union within certain sectors or to connected persons or groups
- restricts the absolute amount of lending to certain sectors to a set percentage of the regulatory reserve
- restricts the loan duration of certain loans to specified limits
- requires specified lending practices to be in place where loans are made to certain sectors such as community, commercial or to another credit union.

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





## Swilly-Mulroy Credit Union Limited



	<b>2024</b>	<b>2023</b>
	€	€
<b>Loans not Impaired</b>		
Not Past Due	5,896,284	5,278,224
	<hr/>	<hr/>
<b>Impaired Loans</b>		
Not Past Due	895,294	914,396
Up to 9 Weeks Past Due	97,447	138,610
Between 10 and 18 Weeks Past Due	56,299	32,960
Between 19 and 26 Weeks Past Due	3,530	3,483
Between 27 and 39 Weeks Past Due	3,760	7,856
Between 40 and 52 Weeks Past Due	35,809	34,406
53 or More Weeks Past Due	-	10,250
	<hr/>	<hr/>
<b>Total Impaired Loans</b>	1,092,139	1,141,961
	<hr/>	<hr/>
<b>Total Loans</b>	6,988,423	6,420,185
	<hr/>	<hr/>

### 12. Bad debts/ impairment losses

	<b>2024</b>	<b>2023</b>
	€	€
As at 1st October 2023	(452,228)	(437,077)
Allowance for losses made during the year	-	-
Allowances reversed during the year	(16,909)	(15,151)
Increase in allowances during the year	-	-
	<hr/>	<hr/>
As at 30th September 2024	(469,137)	(452,228)
	<hr/>	<hr/>

### 13. Impairment losses/ bad debts recognised for the year

	<b>2024</b>	<b>2023</b>
	€	€
As at 1st October 2023	-	-
Impairment of individual loans	15,144	2,874
Increase in impairment during the year	-	-
Reversal of impairment where debts recovered	16,909	15,151
	<hr/>	<hr/>
Total impairment losses recognised for the year	32,053	18,025
	<hr/>	<hr/>



**14. Cash and cash equivalents**

	<b>2024</b>	<b>2023</b>
	€	€
Cash at bank and in hand	689,589	1,058,372

**15. Other Liabilities**

	<b>2024</b>	<b>2023</b>
	€	€
Creditors & Accruals	77,666	78,395
<b>Total</b>	<b>77,666</b>	<b>78,395</b>

**16. Members shares**

	<b>2024</b>	<b>2023</b>
	€	€
Regular Share Accounts	17,662,215	17,311,461
Total as per Balance Sheet	17,662,215	17,311,461

**17. Financial instruments**

**1:) Financial risk management**

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

The main financial risks arising from Swilly Mulroy Credit Union's activities are credit risk, liquidity risk and interest rate risk. The Board reviews and agrees policies for managing each of these risks, which are summarised below.

**2:) Credit risk**

Credit risk is the risk that a borrower will default on their contractual obligations relating to repayments to Swilly Mulroy Credit Union, resulting in financial loss to the Credit Union. In order to manage this risk the Board approves Swilly Mulroy Credit Union'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 repayments has changed.

**3:) Liquidity risk**

Swilly Mulroy Credit Union'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. Note 2 provides further details about the impact of the maturity mismatch on the going concern status for Swilly Mulroy Credit Union.

#### **4:) Market risk**

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

#### **5:) Interest rate risk**

Swilly Mulroy Credit Union's main interest rate risk arises from differences between the interest rate exposures on the receivables and payables that form an integral part of a credit union's operations. The Credit Union considers rates of interest receivable when deciding on the dividend rate payable on members' shares. Swilly Mulroy Credit Union does not use interest rate options to hedge its own positions.

#### **6:) Interest rate risk disclosures**

The following table shows the average interest rates applicable to relevant financial assets and financial liabilities

			<b>2024</b>	<b>2023</b>
			€	€
	<b>Amount</b>	<b>Average Interest Rate</b>	<b>Average Interest Amount</b>	<b>Rate</b>
Loans to members	6,988,423	7.6%	6,420,185	8.7%

#### **7:) Liquidity risk disclosures**

All of the financial liabilities of the Credit Union are repayable on demand except for some members' shares attached to loans and members' deposits which have a fixed maturity date.

#### **8:) Fair value of financial instruments**

Swilly Mulroy Credit Union holds the following financial instruments at fair value:

	<b>2024</b>	<b>2023</b>
	€	€
Listed equity shares	-	-
Central Bank Minimum deposits	381,275	381,276
Term deposit accounts	13,921,174	13,733,675
<b>Total</b>	<b>14,302,449</b>	<b>14,114,951</b>



**18. Post balance sheet events**

There are no material events after the balance sheet date to disclose.

**19. Related party transactions**

Loans amounting to €128,400 in total, were granted to officers and related parties of the credit union during the year ended 30th September 2024. At 30th September 2024 the balance outstanding on loans to officers and related parties amounted to €263,293. At 30th September 2024 shares held by officers and related parties amount to €273,799.

**20. Insurance against Fraud**

The Credit Union has Insurance against fraud in the amount of €1,300,000 in compliance with Section 47 of the Credit Union Act, 1997 (as amended).



**Schedules To The Financial Statements**  
for the year ended 30th September 2024

**Schedule 1 - Other Interest Receivable and Similar Income**

	<b>2024</b>	<b>2023</b>
	€	€
Return on Investments	259,197	168,492
<b>TOTAL PER INCOME AND EXPENDITURE ACCOUNT</b>	<u>259,197</u>	<u>168,492</u>

**Schedule 2 - Other Income**

Membership & Entrance Fees	152	184
Grant - ICOB Donegal Co Co	1,666	-
Commission	2,499	1,846
<b>TOTAL PER INCOME AND EXPENDITURE ACCOUNT</b>	<u>4,317</u>	<u>2,030</u>



**Schedules To The Financial Statements**  
for the year ended 30th September 2024

**Schedule 3 - Management Expenses**

	2024	2023
	€	€
Staff & Board Training	11,912	4,741
General Insurance	14,195	16,587
Share and Loan Insurance	80,714	70,696
Death Benefit Insurance	27,716	28,295
Light, Heat & Cleaning	10,272	15,184
Repairs & Renewals	8,214	2,852
Computer Maintenance	70,372	55,584
CUSOP Expenses	34,377	12,496
Printing & Stationary	6,023	3,652
Promotions & Advertising	6,953	12,792
Regulatory and Other Levies	13,920	11,889
Postage & Telephone	15,507	12,991
Auditors Remuneration	11,685	9,041
Bank Charges	4,053	3,471
Specific Bad Debt Provision	16,909	15,151
Bad Debts Written Off	15,144	2,874
Travel & Subsistence	2,569	2,347
Security Costs	6,032	6,758
Rent & Rates	2,360	3,590
Donations and Sponsorship	2,519	4,743
AGM Expenses	4,744	4,784
Miscellaneous Expenses	6,405	10,163
Professional Fees	149,170	63,411
Debt Collection	3,941	4,308
Deposit Guarantee Scheme	11,643	18,457
Affiliation Fees	5,186	4,387
Savings Protection Scheme	785	1,416
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	543,320	402,660
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**Swilly Mulroy Credit Union Ltd**  
**Annual General Meeting**  
**in**  
**Rossnakill Hall**  
**on**  
**Monday 20th January 2025**  
**at 8.00pm**  
**All members welcome**

**Opening Hours :-**

**Bridge Street, Kerrykeel Tel. 074-9150188**

Monday	10am to 4pm
Tuesday	10am to 4pm
Wednesday	10am to 4pm
Thursday	10am to 4pm
Friday	10am to 4pm
Saturday	10am to 3pm

**Milford Office: Tel. 074-9163300**

Friday :	10am to 1pm and 2pm to 4pm
Saturday:	10am to 2pm

**Rathmullan Office: Tel. 074-9158700**

Saturday:	10am to 2pm
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**Card Payments by phone**

Monday to Friday	10am to 4.30pm
Saturday	10am to 3.30m