



CAHERDAVIN & DISTRICT
CREDIT UNION LIMITED

YOUR LIMERICK CREDIT UNION



2018

ANNUAL REPORT

Annual General Meeting
At 8pm sharp
Strand Hotel,
Ennis Road, Limerick
19th December, 2018

Tel. 061 455 831

Email: info@caherdavincu.ie

www.caherdavincreditunion.ie



BORROW

UP TO

€50,000

UNSECURED



CAHERDAVIN & DISTRICT
CREDIT UNION LIMITED

YOUR LIMERICK CREDIT UNION

Tel: 061 455 831 Email: loans@caherdavincu.ie

[f](https://www.facebook.com/caherdavincu) [i](https://www.instagram.com/caherdavincu) [y](https://www.youtube.com/caherdavincu) www.caherdavincreditunion.ie

All loans Subject to Approval. T&Cs Apply. **WARNING:** If you do not meet the repayments on your loan, your account will go into arrears. This may affect your credit rating which may limit your ability to access credit in the future. Credit Unions in the Republic of Ireland are regulated by the Central Bank of Ireland.



Notice of Annual General Meeting 2018

Notice is hereby given that the Annual General Meeting of Caherdavin & District Credit Union Ltd. will be held in the Strand Hotel, Ennis Road, Limerick on Wednesday the 19th December 2018 at 8.00 p.m. sharp. Parking will be free to members attending the A.G.M.

Signed; Carmel Cronin, Hon. Secretary

MEMBERS MUST BRING THEIR PASSBOOKS TO GAIN ENTRY TO THE AGM.

Notice of Elections

Elections will be held to fill five vacancies on the Board of Directors and one vacancy on the Board Oversight Committee. In accordance with Fitness and Probity requirements per the Central Bank Reform Act 2010 nominations for position of Director or member of Board Oversight Committee must have been received by the Nomination Committee before November 28th, 2018 in order for due diligence to be carried out on the candidates. Please note that due to these requirements no nominations may be accepted from the floor.

Registered Office: Caherdavin and District Credit Union Ltd., Credit Union House, Redgate, Limerick

Notice of Motions: Rule Changes

That this Annual General Meeting amends the Standard Rules for Credit Unions (Republic of Ireland) by the deletion of Rule 109(8) (see below).

Rule 109(8)

Subject to the Act and any regulations made thereunder, the forms used by the credit union shall contain as a minimum the information as set out in the forms contained in the Appendices to these rules which forms may be amended from time to time by the Irish League of Credit Unions.



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AGENDA

- 1 The acceptance by the Board of Directors of the authorised representatives of members that are not natural persons.
- 2 Ascertainment that a quorum is present.
- 3 A welcome to our new members.
- 4 Adoption of Standing Orders.
- 5 Reading and approval (or correction) of the minutes of the last Annual General Meeting and any intervening Special General Meeting.
- 6 Report of the Chairman
- 7 Appointment of tellers
- 8 Report of the CEO
- 9 Report of the Auditor and consideration of accounts and related matters
- 10 Declaration of Dividend
- 11 Report of the Board Oversight Committee
- 12 Report of the Credit Committee
- 13 Report of the Credit Control Committee
- 14 Membership Report
- 15 Report of the Insurance Officer
- 16 Report of the Nominating Committee
- 17 Election of Auditor
- 18 Election to fill a vacancy on the Board Oversight Committee
- 19 Election to fill vacancies on the Board of Directors
- 20 Motions for Approval
- 21 Any other Business
- 22 Announcement of Election Results
- 23 Adjournment or close of Meeting

STANDING ORDERS

Model Standing Orders for Credit Unions (Republic of Ireland)

Reference: Recommendation 41(b) of the Planning Committee

1. VOTING

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

2 - 3. ELECTION PROCEDURE

2 Elections to the board of directors, to the board oversight committee and the position of auditor shall be by majority vote and by secret ballot. In the case of election for Directors, the three highest polling candidates shall serve a three year term, the fourth highest shall serve a two year term and the fifth highest shall serve a one year term.

3 When nominations are announced tellers shall be appointed by the chair and ballot papers shall be distributed. Nominations shall be in the following order: (a) nominations for auditor; (b) nominations for members of the board oversight committee; (c) nominations for directors. When voting is completed, the votes shall be taken and tallied by the tellers. Any ballot paper which contains votes for more than the number required to be elected shall be void. All elections shall be by secret ballot and by majority vote. When the votes have been counted by the tellers, the results shall be announced by the chair. In the event that all vacancies are not filled by the first ballot further ballots shall be taken as required. In the event of an equality of votes between candidates for the remaining vacancies not filled in accordance with the above procedure one further ballot shall be taken and should that ballot fail to determine the issue, the vacancies shall be filled by lot from among such candidates having an equality of votes.

4 - 9. MOTIONS

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

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

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

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

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

9 The chair shall have the absolute right to decide at any time when a motion has been sufficiently discussed and may put the motion to the meeting giving the

proposer the right of reply before doing so.

10 – 15. MISCELLANEOUS

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

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

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

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

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

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

16. SUSPENSION OF STANDING ORDERS

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

17. ALTERATION OF STANDING ORDERS

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

18. ADJOURNMENTS

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

19. MEMBER RESPECT

Members are requested to show respect when they are asking or replying to questions during the meeting. This includes the tone and content of the words used.



NOTICE REGARDING THE VERIFICATION OF MEMBERS' CREDIT UNION ACCOUNT TRANSACTIONS BY PHONE

As part of their annual fraud prevention and detection work programmes, the Internal Auditor, the Compliance Officer and the Risk Management Officer in Caherdavin & District Credit Union Ltd., are required to phone a sample of members during the year, to confirm the authenticity of transactions on their credit union account. During any such phone conversation, the member will only ever be requested to answer a question as "yes or no" and the member will not be requested to provide any specific personal or account details. If you receive any such phone call from a person claiming to be the Internal Auditor, the Compliance Officer or the Risk Management Officer from Caherdavin & District Credit Union Ltd. and the caller requests you to provide specific personal or account details, then please do not provide the caller with any such personal or account details and instead contact the credit union on (061) 455831.

PRIZE DRAW - INCOME AND EXPENDITURE ACCOUNT

	30 Sept 2018	30 Sept 2017
	€	€
Opening balance as at 30 September	1,522.50	-
Member Money Received	18,827.50	13,130.00
Member Money Paid out in Prizes	(20,350.00)	(11,607.50)
Closing Balance at 30th September	-	1,522.50

IMPORTANT INFORMATION RE ACCOUNT STATEMENTS

You should have received a statement for the period ended October 31st, 2018 for your Credit Union Accounts with this AGM notification. If you have any questions on your statement, please initially call Caherdavin & District Credit Union Limited on 061 455831. If after speaking directly to the Credit Union your query is not satisfactorily resolved, please contact the Credit Union's Internal Audit function MOET Accountants at 061 335574.

CREDIT UNION INVOCATION

Lord make me an instrument of thy peace,
where there is hatred, let me sow love,
where there is injury, pardon,
where there is doubt, faith,
where there is despair, hope,
where there is darkness, light,
and where there is sadness, joy.
O Divine Master,
grant that I may not so much seek
to be consoled as to console,
to be understood as to understand,
to be loved as to love,
for it is in giving that we receive,
it is in pardoning that we are pardoned,
and it is in dying that we are born to eternal life.

GOT A QUESTION?

If you have a question arising from the content of the 2018 Annual Report, or a general Credit Union question, we would be delighted to discuss same with you in any of our 5 offices.

If you have a question you intend asking at the A.G.M., it would be preferable for you to provide us with the question in advance of the A.G.M. in order for us to have the information to hand to enable us provide you with the fullest answer possible.

The latest date for receipt of questions in writing will be Friday the 14th December 2018. Please email your question to c.long@caherdavincu.ie.



REPORT OF THE CHAIRMAN

Dear Members,

Fellow Credit Union Members, it is with pleasure that I report, on behalf of the Board, in respect of year ending 30th September 2018.

I particularly welcome all our new members who have joined us this year. Members availed of €12.1 million of credit in 2018, a level which reflects their continued confidence in Caherdavin & District Credit Union and in our local economy. We have also experienced strong growth in our balance sheet. Your Board continues to monitor the impact of larger deposits on reserves and will take action to mitigate if necessary. Our priority is to ensure that Caherdavin & District Credit Union can continue to open new accounts for individuals and families who need a safe place for their savings and access to affordable credit. The continued strength of Caherdavin & District Credit Union is due to the quality of its lending. This year our loan book has increased by €766,537. The interest you pay strengthens our income and reserves, and enables us to develop and offer the range of competitive loan products that meet your changing requirements.

You will see in the accounts we have significant funds, approximately €85 million in Member Shares, earning a very low return for members and contributing nothing to our local economy. These funds might in part be made available to members for mortgage products. Mortgage products are a very significant part of the product offering of successful Credit Union movements internationally, contributing to local economies and providing a long term predictable income to Credit Union members. Your Credit Union is committed to being the most secure savings institution in Limerick and to offering the expanded range of products and services appropriate to a financial services institution in the twenty first century.

This year we have spent a great deal of time working on our Strategic Plan. We have acknowledged that going forward the income that we will receive on our €81m investments is most likely to decline even further. The cost of running

a credit union has increased significantly and therefore we must concentrate on new ways of generating income. We have invested heavily this year on projects that will create new income stream opportunities for the future.

Your Credit Union continues to work with members who are facing challenges arising out of changes to their circumstances in the recent years, and we have been able to put plans in place that are working for them. The active engagement of members has enabled our bad debt provision to be reduced by some 60% over the last few years. We also continue to pursue those who have not engaged so that monies owed to the Credit Union are recovered. This year your Board proposes that a dividend of .1% is paid. I would like to personally thank all Directors and volunteer committee members for the hard work and dedication which they have shown in the last year. Thank you to the Board Oversight Committee members for their work in 2018. We would particularly like to express our heartfelt thanks to our retiring Board member Linda McInerney and Board Oversight Committee member Mary Tuite who have made a significant contribution during their long years of voluntary service to your credit union. Each have brought their unique skills and insights and have actively participated in Board and committee deliberations and decisions. I thank them and wish them well in their future activities. Thank you also to our CEO and the Management team and Staff for their continuous efforts and courtesy which is much appreciated by the Board and members alike. To members who have been bereaved, the Credit Union wishes to extend its sympathies to you and your families.

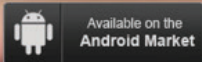
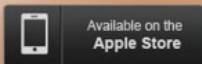


James Stewart
Chairman

cuAnywhere

Just a click away...

- ✓ Transfer money between your accounts
- ✓ Transfer money to other bank accounts
- ✓ Check your balances
- ✓ Check your statement
- ✓ Pay a bill



CAHERDAVIN & DISTRICT
CREDIT UNION LIMITED

Tel. 061 455 831

Email: info@caherdavincu.ie

www.caherdavincu.ie



FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

DIRECTORS' REPORT

The directors present their annual report and the audited financial statements for the financial year ended 30 September 2018.

PRINCIPAL ACTIVITY

The Principal Activity of the business continues to be the operation of a credit union.

AUTHORISATION

The credit union is authorised as follows:

- Insurance/reinsurance intermediary under the European Communities (Insurance Mediation) Regulations, 2005 (as amended).
- Investment Intermediaries (Restricted Activity Investment Product Intermediary) pursuant to Section 26 of the Investment Intermediaries Act, 1995 (as amended).
- Service Providers holding appointments from IIA product producers, including intermediaries that may issue appointments, appearing in the register maintained under Section 31 of the Investment Intermediaries Act, 1995 (as amended).
- Entitled under the European Union (Payment Services) Regulations 2018 to provide payment services.

BUSINESS REVIEW

The directors acknowledge the results for the year and the year-end financial position of the credit union. The directors expect to develop and expand the credit union's current activities and they are confident of its ability to continue to operate successfully in the future.

DIVIDENDS

The surplus for the financial year is set out in the income and expenditure account on page 16. The directors are proposing a dividend in respect of the year ended 30 September 2018 of €83,980 (0.10%) (2017: €86,966 (0.10%)).

PRINCIPAL RISKS AND UNCERTAINTIES

The principal risks and uncertainties faced by the credit union are:

CREDIT RISK

Credit risk is the risk that a borrower will default on their contractual obligations relating to repayments to the credit union, resulting in financial loss.

LACK OF LOAN DEMAND

Lending is the principal activity of the credit union and the credit union is reliant on it for generating income to cover costs and generate a surplus.

MARKET RISK

Market risk is the risk that the value of an investment will decrease. This risk can arise from fluctuations in values of, or income from, assets or changes in interest rates.

LIQUIDITY RISK

Liquidity risk is the risk that the credit union will not have sufficient cash resources to meet day to day running costs and repay members' savings when demanded.

OPERATIONAL RISK

Operational risk is the risk of loss resulting from inadequate or failed processes or systems of the credit union, any failure by persons connected with the credit union or from external events.

DIRECTORS' REPORT (CONTINUED)

THESE RISKS ARE MANAGED BY THE BOARD OF DIRECTORS AS FOLLOWS:

CREDIT RISK

In order to manage this risk, the board of directors regularly reviews and approves the credit union's credit policy. All loan applications are assessed with reference to the credit policy in force at the time. Subsequently loans are regularly reviewed for any factors that may indicate that the likelihood of repayment has changed.

LACK OF LOAN DEMAND

The credit union provide lending products to its members and promote these products through various marketing initiatives.

MARKET RISK

The board of directors regularly reviews and approves the credit union's investment policy and funds are invested in compliance with this policy and regulatory guidance.

LIQUIDITY RISK

The 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.

OPERATIONAL RISK

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

ACCOUNTING RECORDS

The directors believe that they comply with the requirements of Section 108 of the Credit Union Act, 1997 (as amended) with regard to books of account by employing accounting personnel with appropriate

expertise and by providing adequate resources to the financial function. The books of account of the credit union are maintained at the credit union's premises at Credit Union House, Redgate, Limerick.

EVENTS AFTER THE END OF THE FINANCIAL YEAR

There have been no significant events affecting the credit union since the year end.

AUDITORS

In accordance with Section 115 of the Credit Union Act, 1997 (as amended), the auditors Grant Thornton offer themselves for re-election.

This report was approved by the board on 18th October 2018 and signed on its behalf by:



James Stewart
Chairperson of the Board of Directors



Carmel Cronin
Member of the Board of Directors

Date: 18th October 2018



DIRECTORS' REPORT (CONTINUED)

Directors' responsibilities statement

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

The directors are responsible for preparing the financial statements in accordance with applicable Irish law and regulations. The directors are also responsible for preparing the other information included in the annual report. 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 the income and expenditure of the credit union for that period.

IN PREPARING THOSE FINANCIAL STATEMENTS THE DIRECTORS ARE REQUIRED TO:

- select suitable accounting policies and then apply them consistently;
- make judgements and 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 reason 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 income and expenditure of the credit union to be determined with reasonable accuracy, enable them to ensure that the financial statements comply with the Credit Union Act 1997 (as amended) and enable the financial statements to be audited. 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.

This statement was approved by the board on 18th October 2018 and signed on its behalf by:



James Stewart
Chairperson of the Board of Directors



Carmel Cronin
Member of the Board of Directors

Date: 18th October 2018

Board oversight committee's responsibilities statement

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

The Credit Union Act, 1997 (as amended) requires the appointment of a board oversight committee to assess whether the board of directors has operated in accordance with part iv, part iv (a) and any regulations made for the purposes of part iv or part iv (a) of the Credit Union Act, 1997 (as amended) and any other matter prescribed by the Central Bank of Ireland in respect of which they are to have regard to in relation to the board of directors.

This statement was approved by the Board Oversight Committee on 18th October 2018 and signed on its behalf by:



William Galvin
Chairperson of the Board Oversight Committee

Date: 18th October 2018

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

INDEPENDENT AUDITORS' REPORT

OPINION

We have audited the financial statements of Caherdavin & District Credit Union Limited, which comprise the income and expenditure account, the statement of comprehensive income, the balance sheet, the statement of changes in reserves and the statement of cash flows for the financial year ended 30 September 2018, and the related notes to the financial statements, including the summary of significant accounting policies.

The financial reporting framework that has been applied in the preparation of the financial statements is Irish law including the Credit Union Act, 1997 (as amended) and accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (Generally Accepted Accounting Practice in Ireland).

In our opinion, Caherdavin & District Credit Union Limited's financial statements:

- give a true and fair view in accordance with Generally Accepted Accounting Practice in Ireland of the state of the credit union's affairs as at 30 September 2018 and of its income and expenditure and cash flows for the year then ended; 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 further described in the 'responsibilities of the auditor 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, namely the Irish Auditing and Accounting Supervisory Authority (IAASA) Ethical Standard concerning the integrity, objectivity and independence of the auditor, and the ethical pronouncements established by Chartered Accountants Ireland, applied as determined to be appropriate in the circumstances for the entity. 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 the 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 statements any identified material uncertainties that may cast significant doubt about the credit union's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

OTHER INFORMATION

Other information comprises information included in the annual report, other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. 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 on the other information, 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.





FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY THE CREDIT UNION ACT, 1997 (AS AMENDED)

Based solely on the work undertaken in the course of the audit, we report that:

- we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit;
- in our opinion proper accounting records have been kept by the credit union;
- the financial statements are in agreement with the accounting records of the credit union;
- the financial statements contain all primary statements, notes and significant accounting policies required to be included in accordance with section 111(1)(c) of the Act.

RESPONSIBILITIES OF DIRECTORS FOR THE FINANCIAL STATEMENTS

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements which give a true and fair view in accordance with Generally Accepted Accounting Practice in Ireland, including FRS 102, and for such internal control as they determine 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

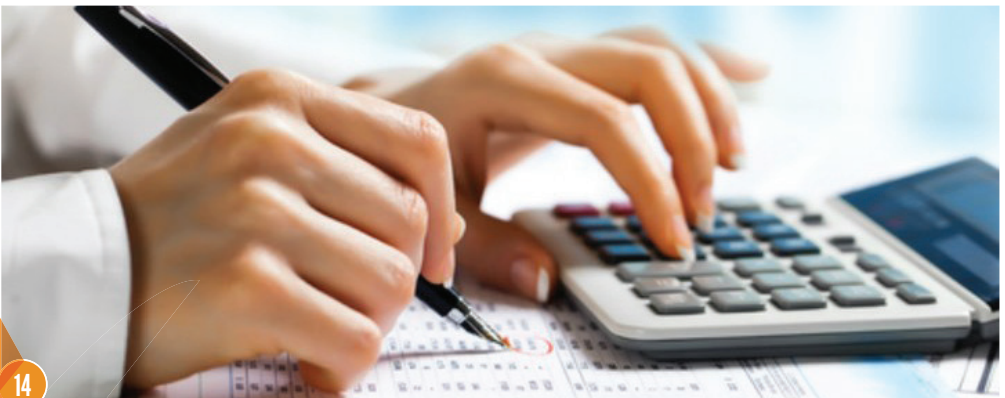
continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intends to liquidate the credit union or to cease operations, or has no realistic alternative but to do so.

RESPONSIBILITIES OF THE AUDITOR FOR THE AUDIT OF THE FINANCIAL STATEMENTS

The auditor's 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 auditors' report that includes their 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.

As part of an audit in accordance with ISAs (Ireland), the auditor will exercise professional judgement and maintain professional scepticism throughout the audit. The auditor will also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis



for their opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the credit union's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the credit union's ability to continue as a going concern. If they conclude that a material uncertainty exists, they are required to draw attention in the auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify their opinion. Their conclusions are based on the audit evidence obtained up to the date of the auditors' report. However, future events or conditions may cause the credit union to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves a true and fair view.

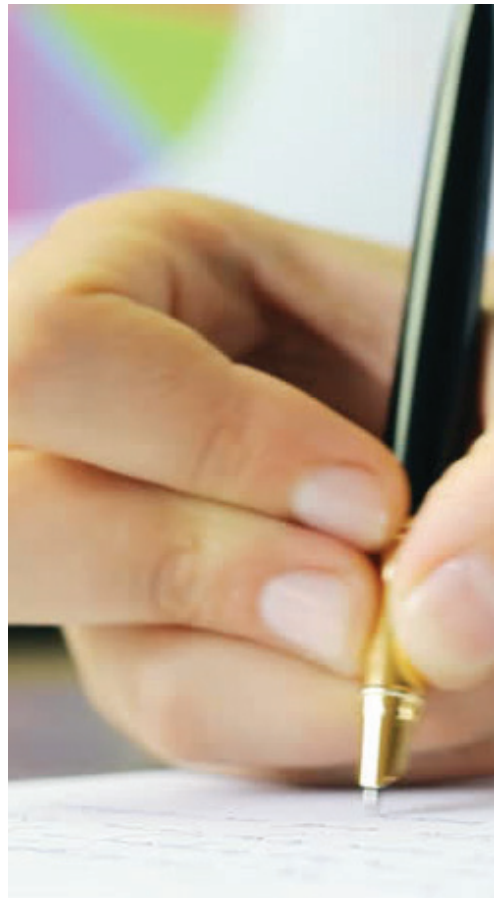
The auditor communicates with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that may be identified during the audit.

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 auditors' 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.

Denise O'Connell FCA
for and on behalf of
Grant Thornton
Chartered Accountants
& Statutory Audit Firm
Mill House, Henry Street, Limerick

Date: 18th October 2018



INCOME AND EXPENDITURE ACCOUNT

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

Income	Schedule	2018 €	2017 €
Interest on members' loans		2,146,105	1,932,090
Other interest and similar income	1	1,016,126	1,253,259
Net interest income		<u>3,162,231</u>	<u>3,185,349</u>
Other income	2	20,669	70,053
Total income		<u><u>3,182,900</u></u>	<u><u>3,255,402</u></u>
Expenditure			
Employment costs		963,222	914,047
Other management expenses	3	2,216,469	1,906,560
Depreciation		178,388	111,204
Net impairment losses/(gains) on loans to members (note 5)		(294,966)	(618,989)
Total expenditure		<u><u>3,063,113</u></u>	<u><u>2,312,822</u></u>
Surplus for the financial year		<u><u>119,787</u></u>	<u><u>942,580</u></u>

The financial statements were approved and authorised for issue by the board on 18th October 2018 and signed on behalf of the credit union by:

**Member of the Board
Oversight Committee:
William Galvin**

Date: 18th October 2018



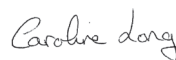
**Member of the Board
of Directors:
James Stewart**

Date: 18th October 2018



**CEO:
Caroline Long**

Date: 18th October 2018



FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

STATEMENT OF COMPREHENSIVE INCOME

	2018	2017
	€	€
Surplus for the financial year	119,787	942,580
Other comprehensive income	-	-
Total comprehensive income for the financial year	119,787	942,580

The financial statements were approved and authorised for issue by the board on 18th October 2018 and signed on behalf of the credit union by:

**Member of the Board
Oversight Committee:**
William Galvin

Date: 18th October 2018



**Member of the Board
of Directors:**
James Stewart

Date: 18th October 2018



CEO:
Caroline Long

Date: 18th October 2018



The notes on pages 21 to 34 form part of these financial statements.



BALANCE SHEET

AS AT 30 SEPTEMBER 2018

	Notes	2018	2017
Assets		€	€
Cash and balances at bank		4,369,186	3,144,330
Deposits and investments – cash equivalents	7	5,074,805	16,112,261
Deposits and investments – other	7	76,007,993	64,945,716
Loans to members	8	23,433,175	22,666,638
Provision for bad debts	9	(1,848,036)	(1,870,710)
Tangible fixed assets	10	1,503,353	1,038,071
Prepayments and accrued income	11	133,097	130,714
Total assets		108,673,573	106,167,020
Liabilities			
Members' shares	12	85,081,930	82,731,376
Other liabilities, creditors, accruals and charges	13	689,943	553,778
Other provisions	14	4,887	17,869
Total liabilities		85,776,760	83,303,023
Reserves			
Regulatory reserve	16	12,471,147	12,471,147
Operational risk reserve	16	519,352	469,352
Other reserves			
- Realised reserves	16	9,810,791	9,850,007
- Unrealised reserves	16	95,523	73,491
Total reserves		22,896,813	22,863,997
Total liabilities and reserves		108,673,573	106,167,020

The financial statements were approved and authorised for issue by the board on 18th October 2018 and signed on behalf of the credit union by:

Member of the Board Oversight Committee:
William Galvin **Date: 18th October 2018**



Member of the Board of Directors:
James Stewart **Date: 18th October 2018**



CEO:
Caroline Long **Date: 18th October 2018**



FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

STATEMENT OF CHANGES IN RESERVES

	Regulatory reserve	Operational risk reserve	Realised reserves	Unrealised reserves	Total
	€	€	€	€	€
As at 1 October 2016	12,471,147	552,045	8,956,906	70,206	22,050,304
Surplus for the financial year	-	-	882,208	60,372	942,580
Dividends paid	-	-	(128,887)	-	(128,887)
Transfer between reserves	-	(82,693)	139,780	(57,087)	-
As at 1 October 2017	12,471,147	469,352	9,850,007	73,491	22,863,997
Surplus for the financial year	-	-	94,288	25,499	119,787
Dividends paid	-	-	(86,971)	-	(86,971)
Transfer between reserves	-	50,000	(46,533)	(3,467)	-
As at 30 September 2018	12,471,147	519,352	9,810,791	95,523	22,896,813

- The regulatory reserve of the credit union as a percentage of total assets as at 30 September 2018 was 11.48% (2017: 11.75%).
- The operational risk reserve of the credit union as a percentage of total assets as at 30 September 2018 was 0.48% (2017: 0.44%).



STATEMENT OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

	Notes	2018 €	2017 €
Opening cash and cash equivalents		19,256,591	34,746,618
Cash flows from operating activities			
Loans repaid by members	8	11,274,277	11,156,086
Loans granted to members	8	(12,133,478)	(12,607,983)
Loan interest		2,146,105	1,932,090
Investment income and gains		1,016,126	1,253,259
Other receipts		20,669	70,053
Bad debts recovered and recoveries		364,956	335,903
Dividends paid		(86,971)	(128,887)
Operating expenses		(3,179,691)	(2,820,607)
Movement in other assets and liabilities		120,800	267,190
Net cash flows from operating activities		(457,207)	(542,896)
Cash flows from investing activities			
Fixed asset purchases/disposals		(643,670)	(269,271)
Net cash flow from other investing activities		(11,062,277)	(9,394,953)
Net cash flows from investing activities		(11,705,947)	(9,664,224)
Cash flows from financing activities			
Members' shares received		90,459,282	178,367,690
Members' shares withdrawn		(88,108,728)	(183,650,597)
Net cash flow from financing activities		2,350,554	(5,282,907)
Net (decrease)/increase in cash and cash equivalents		(9,812,600)	(15,490,027)
Closing cash and cash equivalents	6	9,443,991	19,256,591

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

NOTES TO THE FINANCIAL STATEMENTS

1. Legal and regulatory framework

CCaherdavin & District Credit Union Limited is registered with the Registry of Credit Unions and is regulated by the Central Bank of Ireland. The registered office of the credit union is located at - Credit Union House, Redgate, Limerick.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with applicable Irish accounting standards, including Financial Reporting Standard 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland and Irish statute comprising of the Credit Union Act, 1997 (as amended). The financial statements have been prepared on the historical cost basis.

The financial statements are presented in Euro (€) which is also the functional currency of the credit union.

The following principal accounting policies have been applied:

2.2 Statement of compliance

The financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (FRS 102).

2.3 Going concern

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

2.4 Income

Interest on members' loans

Interest on members' loans is recognised on an accruals basis using the effective interest method.

Deposit and investment income

Investment income is recognised on an accruals basis using the effective interest method.

Other income

Other income is recognised on an accruals basis.

Accounting policies (continued)

2.5 Investments

The specific investment products held by the credit union are accounted for as follows:

Held at amortised cost

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

Central Bank Deposits

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

Investments at Fair Value

Investments held for trading and investment in stock market shares (i.e. non-convertible preference shares and non-puttable ordinary shares or preference shares) are included in this category. Financial assets at fair value are classified as held for trading if they are acquired for sale in the short term. They are valued at fair value (market value) at the year-end date and all gains and losses are taken to the income and expenditure account.

The fair value of quoted investments is determined by reference to bid prices at the close of business on the balance sheet date. Where there is no active market these assets will be carried at cost less impairment.



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

2.6 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

The credit union adds to the carrying amount of an item of fixed assets the cost of replacing part of such an item when that cost is incurred, if the replacement part is expected to provide incremental future benefits to the credit union. The carrying amount of the replaced part is derecognised. Repairs and maintenance are charged to the income and expenditure account during the period in which they are incurred.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Freehold Premises	2% straight line per annum
Construction in progress	0% as asset is not in use
Leasehold improvements	Over the lesser of the useful economic life and the remaining term of the lease
Fixtures and fittings	20% straight line per annum
Office equipment	33.33% straight line per annum

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised within 'other gains' or 'other losses' in the income and expenditure account.

2.7 Impairment of tangible fixed assets

At each reporting date fixed assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in the income and expenditure account. If an impairment loss

subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in the Income and Expenditure Account.

2.8 Operating leases

Rentals payable under operating leases are charged to the income and expenditure account on a straight line basis over the lease term.

2.9 Taxation

The credit union is not subject to income tax or corporation tax on its activities.

2.10 Cash and cash equivalents

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

2.11 Financial assets – loans to members

Loans 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 have been repaid by the member.

2.12 Provision for bad debts

The credit union assesses if there is objective evidence that any of its loans are impaired with due consideration of environmental factors. 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 there is objective evidence that any individual loan is impaired, a specific loss will be recognised. Bad debt provisioning is monitored by the credit union, and the credit union assesses and approves its provisions and the adequacy of same on a regular basis.

Any bad debts/impairment losses are recognised in the income and expenditure account.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in the income and expenditure account.

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

2.13 Other receivables

Other receivables such as prepayments are initially measured at transaction price including transaction costs and are subsequently measured at amortised cost using the effective interest method.

2.14 Financial liabilities – members' shares

Members' shares in Caherdavin & District Credit Union Limited are redeemable and therefore are classified as financial liabilities. They are initially recognised at the amount of cash deposited and subsequently measured at amortised cost.

2.15 Holiday pay

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

2.16 Pension costs

Caherdavin & District Credit Union Limited participates in an industry-wide pension scheme for employees (The Irish League of Credit Unions Republic of Ireland Pension Scheme). This is a funded defined benefit scheme with assets managed by the Scheme's trustees.

The scheme is a multi-employer Scheme and due to the nature of the Scheme it is not possible for Caherdavin & District Credit Union Limited to separately identify its share of the Scheme's underlying assets and liabilities.

Consequently, it accounts for the Scheme as a defined contribution plan. There is an agreed funding plan in respect of the Pension Scheme as a result of a Minimum Funding Standard deficit certified by the Scheme's Actuary in 2009. Consequently, Caherdavin & District Credit Union Limited recognises a liability at each balance sheet date for its outstanding contributions payable under the agreed funding plan to the extent that they relate to committed funding in respect of the deficit to

which the funding plan relates.

2.17 Other payables

Short term other liabilities, creditors, accruals and charges are measured at the transaction price.

2.18 Derecognition of financial liabilities

Financial liabilities are derecognised when the obligations of the credit union specified in the contract are discharged, cancelled or expired.

2.19 Distribution policy

Dividends are made from the current year's surplus or reserves set aside for that purpose. The board's proposed dividend to members each year is based on the distribution policy of the credit union.

The rate of dividend recommended by the board will reflect:

- the risk profile of the credit union, particularly in its loan and investments portfolios;
- the board's desire to maintain a stable rather than a volatile rate of dividend each year; and
- members' legitimate dividend expectations;

all dominated by prudence and the need to sustain the long-term welfare of the credit union.

For this reason the board will seek to build up its reserves to absorb unexpected shocks and still remain above minimum regulatory requirements.

The credit union accounts for dividends when members ratify such payments at the Annual General Meeting.

2.20 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 per cent of the assets of the credit union. This Reserve is to be perpetual



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

in nature, freely available to absorb losses, realised financial reserves that are unrestricted and non-distributable.

2.21 Operational Risk Reserve

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

The Directors have considered the requirements of the Act and have considered an approach to the calculation of the operational risk reserve. Caherdavin & District Credit Union Limited uses the Basic Indicator Approach as set out in the operational risk measurements techniques proposed under Basel II capital adequacy rules for banking institutions in calculating the Operational Risk Reserve. Therefore Caherdavin & District Credit Union Limited will hold an operational risk reserve which will at a minimum equal 15% of the average positive gross income for the previous three years. For any year in which there was a deficit, this will be excluded from the calculation.

2.22 Other Reserves

Other reserves are the accumulated surpluses to date that have not been declared as dividends returnable to members. The other reserves are subdivided into realised and unrealised. In accordance with the Central Bank guidance note for credit unions on matters relating to accounting for investments and distribution policy, investment income that has been recognised but will not be received within 12 months of the balance sheet date is classified as "unrealised" and is not distributable. A reclassification between unrealised and realised is made as investments come to within 12 months of maturity date. The directors have deemed it appropriate that interest on loans receivable at the balance sheet date is also classified as "unrealised" and is not distributable. All other income is classified as "realised".

3. Judgements in applying accounting policies and key source of estimation uncertainty

Preparation of the financial statements requires the directors to make significant judgements and estimates. The items in the financial statements where these judgements and estimates have been made include:

Determination of depreciation, useful economic life and residual value of tangible assets

Determination of depreciation, useful economic life and residual value of tangible assets

The annual depreciation charge depends primarily on the estimated lives of each type of asset and, in certain circumstances, estimates of residual values. The directors regularly review these useful lives 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. The net book value of tangible fixed assets subject to depreciation at the year end was €1,503,353 (2017: €1,038,071).

Provision for bad debts

Caherdavin & District Credit Union Limited's accounting policy for impairment of loans is set out in the accounting policy in note 2.12. The estimation of loan losses is inherently uncertain and depends upon many factors, including loan loss trends, credit risk characteristics in loan classes, local and international economic climates, conditions in various sectors of the economy to which the credit union is exposed, and, other external factors such as legal and regulatory requirements. The provision for bad debts in the financial statements at the year end was €1,848,036 (2017: €1,870,710) representing 7.89% (2017: 8.25%) of the total gross loan book.

Operational risk reserve

The directors have considered the requirements of the Credit Union Act, 1997 (as amended) and have considered an approach to the calculation of the operational risk reserve. Caherdavin & District Credit Union Limited uses the basic indicator approach as set out in the operational risk measurements techniques proposed under Basel II capital adequacy rules for banking institutions in calculating the minimum operational risk reserve. The operational risk reserve of the credit union at the year end was €519,352 (2017: €469,352).

Adoption of going concern basis for financial statements preparation

The directors have prepared projections and cash flows for a period of at least twelve months from the date of the approval of the financial statements which demonstrate that there is no material uncertainty regarding the credit union's ability to meet its liabilities as they fall due, and to continue as a going concern. On this basis the directors consider it appropriate to prepare the financial statements on a going concern basis. Accordingly, these financial statements do not include any adjustments to the carrying amounts and classification of assets and liabilities that may arise if the credit union was unable to continue as a going concern.

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

4. Key management personnel compensation

The directors of Caherdavin & District Credit Union Limited are all unpaid volunteers. The key management personnel compensation is as follows.

	2018 €	2017 €
Short term employee benefits paid to key management	306,431	271,500
Payments to pension schemes	47,412	46,526
Total key management personnel compensation	353,843	318,026

5. Net impairment losses/(gains) on loans to members

	2018 €	2017 €
Bad debts recovered	(264,360)	(234,309)
Impairment of loan interest reclassified as bad debt recoveries	(100,596)	(101,594)
Movement in bad debt provision during the year	(22,674)	(407,200)
Loans written off during the year	92,664	124,114
Net impairment losses/(gains) on loans to members	(294,966)	(618,989)

6. Cash and Cash Equivalents

	2018 €	2017 €
Cash and balances at bank	4,369,186	3,144,330
Deposits & investments (note 7)	81,082,798	81,057,977
Less: Deposit & investment amounts maturing after three months	(76,007,993)	(64,945,716)
Total cash and cash equivalents	9,443,991	19,256,591



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

7. Deposits and investments

	2018 €	2017 €
Deposits and investments – cash equivalents		
Accounts in authorised credit institutions (Irish and non-Irish based)	5,074,805	16,112,261
Total deposits and investments – cash equivalents	<u>5,074,805</u>	<u>16,112,261</u>
Deposits and investments – other		
Accounts in authorised credit institutions (Irish and non-Irish based)	32,900,420	18,798,099
Bank bonds	37,702,838	40,666,296
Irish and EEA state securities	4,595,764	4,599,408
Central Bank deposits	808,971	881,913
Total deposits and investments – other	<u>76,007,993</u>	<u>64,945,716</u>
Total deposits and investments	<u><u>81,082,798</u></u>	<u><u>81,057,977</u></u>

8. Financial assets – loans to members

	2018 €	2017 €
As at 1 October	22,666,638	21,338,855
Loans granted during the year	12,133,478	12,607,983
Loans repaid during the year	(11,274,277)	(11,156,086)
Gross loans and advances	<u>23,525,839</u>	<u>22,790,752</u>
Bad debts		
Loans written off during the year	(92,664)	(124,114)
As at 30 September	<u><u>23,433,175</u></u>	<u><u>22,666,638</u></u>

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

9. Provision for bad debts

	2018 €	2017 €
As at 1 October	1,870,710	2,277,910
Movement in bad debts provision during the year	(22,674)	(407,200)
As at 30 September	1,848,036	1,870,710

The provision for bad debts is analysed as follows:

	2018 €	2017 €
Grouped assessed loans	1,848,036	1,870,710
Provision for bad debts	1,848,036	1,870,710

10. Tangible fixed assets

	Freehold Premises €	Construction in progress €	Leasehold improve- ments €	Fixtures and fittings €	Office equipment €	Total €
COST						
1 October 2017	888,850	248,764	87,920	705,166	620,565	2,551,265
Transfer	-	(248,764)	248,764	-	-	-
Additions	-	-	384,827	55,098	203,745	643,670
At 30 September 2018	888,850	-	721,511	760,264	824,310	3,194,935
DEPRECIATION						
1 October 2017	223,784	-	51,711	672,080	565,619	1,513,194
Charge for year	17,782	-	59,837	17,562	83,207	178,388
At 30 September 2018	241,566	-	111,548	689,642	648,826	1,691,582
NET BOOK VALUE						
30 September 2018	647,284	-	609,963	70,622	175,484	1,503,353
30 September 2017	665,066	248,764	36,209	33,086	54,946	1,038,071



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

11. Prepayments and accrued income

	2018 €	2017 €
Loan interest receivable	67,811	50,636
Prepayments	65,286	80,078
	<u>133,097</u>	<u>130,714</u>

12. Members' shares

	2018 €	2017 €
As at 1 October	82,731,376	88,014,283
Received during the year	90,459,282	178,367,690
Withdrawn during the year 2018	(88,108,728)	(183,650,567)
As at 30 September	<u>85,081,930</u>	<u>82,731,376</u>

13. Other liabilities, creditors, accruals and charges

	2018 €	2017 €
Accruals	689,943	552,256
Prize draw	-	1,522
	<u>689,943</u>	<u>553,778</u>

14. Other provisions

	2018 €	2017 €
Holiday pay accrual		
At 1 October	5,143	3,607
Charged to the income and expenditure account	(256)	1,536
At 30 September	<u>4,887</u>	<u>5,143</u>

	2018 €	2017 €
At 1 October	12,726	25,453
Charged to the income and expenditure account	(12,726)	(12,727)
At 30 September	<u>-</u>	<u>12,726</u>

	2018 €	2017 €
Total other provisions		
At 1 October	17,869	29,060
Charged to the income and expenditure account	(12,982)	(11,191)
At 30 September	<u>4,887</u>	<u>17,869</u>

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15. Financial instruments

15a. Financial instruments – amortised cost

Financial assets	2018	2017
	€	€
Financial assets measured at amortised cost	<u>107,885,159</u>	<u>105,868,945</u>
Financial liabilities	2018	2017
	€	€
Financial liabilities measured at amortised cost	<u>85,776,760</u>	<u>83,303,023</u>

Financial assets measured at amortised cost comprise cash and balances at bank, deposits and investments and loans. Financial liabilities measured at amortised cost comprise member savings, creditors and accruals and provisions.

15b. Financial instruments – fair value measurements

FRS 102 requires fair value measurements to be disclosed by the source of inputs, using a three level hierarchy:

- Quoted prices for identical instruments in active market (level 1);
- Prices of recent transactions for identical instruments and valuation techniques using observable market data (level 2), and
- Valuation techniques using unobservable market data (level 3)

The table below sets out fair value measurements using the fair value hierarchy:

At 30 September 2018	Total	Level 1	Level 2	Level 3
	€	€	€	€
Bank bonds	1,000,000	-	1,000,000	-
Total	<u>1,000,000</u>	<u>-</u>	<u>1,000,000</u>	<u>-</u>
At 30 September 2017	Total	Level 1	Level 2	Level 3
	€	€	€	€
Bank bonds	1,000,000	-	1,000,000	-
Total	<u>1,000,000</u>	<u>-</u>	<u>1,000,000</u>	<u>-</u>

There were no fair value adjustments recognised in the income and expenditure account for the year ended 30 September 2018 (2017: €Nil).



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

16. Reserves

	Balance 01/10/17	Payment of dividends	Appropriation of current year surplus	Transfers between reserves	Balance 30/09/18
	€	€	€	€	€
Regulatory reserve	12,471,147	-	-	-	12,471,147
Operational risk reserve	469,352	-	-	50,000	519,352
Other reserves					
Realised					
Undistributed surplus	23,933	-	10,308	3,462	37,703
Reserves arising on the transfer of engagements	1,306,095	-	-	-	1,306,095
General reserve	6,708,013	-	-	175,000	6,883,013
Future dividends reserve	1,500,000	-	-	-	1,500,000
Building reserve	225,000	-	-	(225,000)	-
Special reserve: proposed dividends	86,966	(86,971)	83,980	5	83,980
Total realised reserves	9,850,007	(86,971)	94,288	(46,533)	9,810,791
Unrealised					
Interest on loans reserve	50,636	-	17,175	-	67,811
Investment income reserve	22,855	-	8,324	(3,467)	27,712
Total unrealised reserves	73,491	-	25,499	(3,467)	95,523
Total reserves	22,863,997	(86,971)	119,787	-	22,896,813

17. 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 (concentration limits);
- restricts the absolute amount of lending to certain sectors to a set percentages of the regulatory reserve (large exposure limit);
- restricts the loan duration of certain loans to specified limits (maturity limits); and
- requires specified lending practices to be in place where loans are made to certain sectors such as commercial loans, community loans or loans to another credit union.

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

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

	2018		2017	
	€	%	€	%
LOANS NOT IMPAIRED				
Total loans not impaired, not past due	17,598,224	75.10%	16,805,271	74.14%
IMPAIRED LOANS:				
Not past due	504,551	2.15%	413,023	1.82%
Up to 9 weeks past due	3,915,699	16.71%	4,243,465	18.72%
Between 10 and 18 weeks past due	327,357	1.40%	241,319	1.06%
Between 19 and 26 weeks past due	150,360	0.64%	81,806	0.36%
Between 27 and 39 weeks past due	157,777	0.67%	110,025	0.49%
Between 40 and 52 weeks past due	161,452	0.69%	189,487	0.84%
53 or more weeks past due	617,755	2.64%	582,242	2.57%
TOTAL IMPAIRED LOANS	5,834,951	24.90%	5,861,367	25.86%
TOTAL LOANS	23,433,175	100.00%	22,666,638	100.00%

18. Related party transactions

	2018		2017	
	No. of loans	€	No. of loans	€
Loans advanced to related parties during the year	4	25,500	3	61,900
Total loans outstanding to related parties at the year end	5	41,076	7	131,393
Total provision for loans outstanding to related parties		2,389		3,235

The related party loans stated above comprise of loans to members of the board of directors, the management team and members of the family of members of the board of directors and the management team of Caherdavin & District Credit Union Limited.

Total loans outstanding to related parties represents 0.20% of the total loans outstanding at 30 September 2018 (2017: 0.18%).



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

19. Additional financial instruments disclosures

19a. Financial risk management

Caherdavin & District Credit Union Limited manages its members' shares and loans so that it earns income from the margin between interest receivable and interest payable. The main financial risks arising from Caherdavin & District Credit Union Limited's activities are credit risk, market risk, liquidity risk and interest rate risk. The board of directors reviews and agrees policies for managing each of these risks, which are summarised below.

Credit risk: Credit risk is the risk that a borrower will default on their contractual obligations relating to repayments to the credit union, resulting in financial loss. In order to manage this risk the board of directors regularly reviews and approves Caherdavin & District Credit Union Limited's credit policy. All loan applications are assessed with reference to the credit policy in force at the time. Subsequently loans are regularly reviewed for any factors that may indicate that the likelihood of repayment has changed.

Market risk: Market risk is the risk that the value of an investment will decrease. This risk can arise from fluctuations in values of, or income from, assets or changes in interest rates. The board of directors regularly reviews and approves the credit union's investment policy and funds are invested in compliance with this policy and regulatory guidance.

Liquidity risk: Liquidity risk is the risk that the credit union will not have sufficient cash resources to meet day to day running costs and repay members' savings when demanded. The 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.

Interest rate risk: Caherdavin & District Credit Union Limited's main interest rate risk arises from adverse movements in interest rates receivable which would affect investment income. Caherdavin & District Credit Union Limited reviews any potential new investment product carefully to ensure that minimum funds are locked in low yielding long term investments yet at the same time maximising investment income receivable.

19b. Liquidity risk disclosures

The 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 credit union adheres on an ongoing basis to the minimum liquidity ratio and minimum short term liquidity ratio as set out in regulatory requirements.

19c. Interest rate risk disclosures

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

	2018		2017	
	€	Average interest rate %	€	Average interest rate %
Gross loans to members	23,433,175	9.80%	22,666,638	9.62%

The dividend payable is at the discretion of the directors and is therefore not a financial liability of the credit union until declared and approved at the AGM.

20. Dividends

The following distributions were paid during the year:

	2018		2017	
	%	€	%	€
Dividend on shares	0.10%	86,971	0.15%	128,887

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

The Directors propose the following distributions for the year:

		2018		2017
	%	€	%	€
Dividend on shares	0.10%	83,980	0.10%	86,966

21. Events after the end of the financial year

There have been no significant events affecting the credit union since the year end.

22. Insurance against fraud

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

23. Capital commitments

At 30 September 2018 the credit union had capital commitments as follows:

	2018€	2017 €
Contracted for but not provided in these financial statements	-	355,949
	-	355,949

24. Commitments under operating leases

The credit union entered into a 10 year lease on 21 August 2017 which has a break clause after 5 years. At 30 September 2018 the credit union had future minimum lease payments under a non-cancellable operating lease as follows:

	2018 €	2017 €
Less than 1 year	100,000	100,000
1 to 5 years	291,667	391,667
At 30 September	391,667	491,667

25. The Irish League of Credit Unions Republic of Ireland Pension Scheme

Caherdavin & District Credit Union Limited participates in an industry-wide pension scheme for employees (The Irish League of Credit Unions Republic of Ireland Pension Scheme). This is a funded defined benefit scheme with assets managed by the scheme's trustees.

The scheme is a multi-employer scheme and due to the nature of the Scheme it is not possible for Caherdavin & District Credit Union Limited to separately identify its share of the scheme's underlying assets and liabilities. Consequently, it accounts for the scheme as a defined contribution plan, in accordance with FRS 102.



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

The Pension's Act requires the trustees of the scheme to assess whether it could meet a certain prescribed standard, known as the Minimum Funding Standard. This assesses whether, if the scheme was wound up on a specified theoretical valuation date, it could satisfy the Funding Standard at that date. Following the scheme's actuary certifying a Minimum Funding Standard deficit in the scheme in 2009, Caherdavin & District Credit Union Limited, the ILCU group and the other credit unions participating in the scheme entered into a funding agreement with the scheme that was designed to ensure that, the Scheme could be reasonably expected to satisfy the Minimum Funding Standard by a specified future date (1 March 2019). This funding plan runs up until 2019 and was approved by the Pensions Authority. Caherdavin & District Credit Union Limited has paid the contributions payable under this funding agreement.

As part of the above solvency assessment process, the scheme actuary must carry out a separate valuation under the Minimum Funding Standard every 3 years and produce a funding certificate for submission to the Pensions Authority within 9 months of the effective date of the valuation. The purpose of the certificate is to certify whether or not the assets of the scheme at the effective date are sufficient to meet the liabilities of the scheme based on the assumption that the scheme was wound up at that date. The most recent actuarial funding certificate was effective as at 1 March 2018 and it certified that the scheme satisfied the funding standard. Further, the actuary was reasonably satisfied that as at 28 February 2018 the scheme can be expected to satisfy the funding standard as specified in Section 44 of the Pensions Act, 1990, at 1 March 2019, being the date specified by the Pensions Authority under Section 49(2) (a) of the Act for the purpose of the existing funding proposal.

An actuarial review of the fund is normally carried out every three years by the scheme's independent, professionally qualified actuary. The actuarial review considers the past and future liabilities of the scheme. The last completed triennial actuarial review was carried out with an effective date of 1 March 2017 using the projected unit valuation method. The principal actuarial assumption used in the valuation was the investment return would be 1.75% higher than the annual salary increases. The market value of the scheme's assets at 1 March 2017 was €216m. The actuarial valuation disclosed a past service deficit of €6.4m at 1 March 2017 calculated under the ongoing actuarial valuation method. This valuation method assumes that the scheme will continue in existence for the foreseeable future. The assumptions used in the actuarial review to determine the past service deficit differ from the assumptions that would be used to determine the liabilities for defined benefit obligations under FRS102. This actuarial review recommended that the rate agreed under the funding proposal, 27.5% of pensionable salary, continues to be paid. The cost of risk benefits is paid in addition to this rate giving a total contribution rate of 30% of pensionable salary.

26. Contingent liabilities

In September 2018, the Registry of Credit Unions advised all credit unions of a potential matter in relation to accrued interest outstanding on certain top-up loans which may have led to a potential over-collection of interest. The credit union has commenced a review to ascertain whether any top-up loans made to members might be impacted by these circumstances, and if so, to determine what actions may need to be taken. Consequently it is impracticable at this time to estimate the impact, financial or otherwise, if any, of this matter and whether any net amounts will become payable or not in the future.

27. Comparative information

Comparative information has been reclassified where necessary to conform to current year presentation.

28. Approval of financial statements

The board of directors approved these financial statements for issue on 18th October 2018.

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

SCHEDULES TO THE INCOME AND EXPENDITURE ACCOUNT

The following schedules do not form part of the statutory financial statements which are the subject of the Independent Auditors' Report on pages 13 to 15.

SCHEDULE 1 – OTHER INTEREST INCOME AND SIMILAR INCOME

	2018 €	2017 €
Investment income and gains received/receivable within 1 year	1,007,802	1,243,523
Investment income receivable outside of 1 year	8,324	9,736
Total per income and expenditure account	<u>1,016,126</u>	<u>1,253,259</u>

SCHEDULE 2 – OTHER INCOME

	2018 €	2017 €
Entrance fees	1,146	943
Commissions and other income	19,523	12,900
ReBo rebate	-	56,210
Total per income and expenditure account	<u>20,669</u>	<u>70,053</u>



SCHEDULES TO THE INCOME AND EXPENDITURE ACCOUNT (CONTINUED)

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

SCHEDULE 3 – OTHER MANAGEMENT EXPENSES

	2018	2017
	€	€
Rent & rates	40,251	31,811
Lease payments	100,000	8,333
Light, heat and cleaning	53,787	45,930
Repairs & maintenance	64,385	48,073
Security costs	23,413	18,812
Printing & stationery	32,293	70,687
Postage & telephone	59,416	22,856
Advertising, donations & sponsorship	9,436	11,528
Training costs	11,440	10,484
League & chapter dues	60,442	81,806
AGM expenses	42,227	36,653
Travel & subsistence	11,405	12,020
Audit fee	17,835	17,835
General insurance	50,108	38,001
Pension	122,490	107,804
Legal & professional fees	528,519	224,047
Computer maintenance	183,104	139,605
Miscellaneous expenses	21,025	12,912
Regulatory levies & charges	153,480	244,040
Share & loan insurance & DBI	458,485	562,824
Marketing	107,854	81,701
Staff uniforms	2,682	10,282
Compliance costs	25,582	20,197
Bank charges	36,810	48,319
Total per income and expenditure account	<u>2,216,469</u>	<u>1,906,560</u>

REPORT OF THE BOARD OVERSIGHT COMMITTEE

The Credit Union Act 1997 (as amended) required the appointment of a Board Oversight Committee to assess whether the Board of Directors has operated in accordance with Part IV, Part IV(A) and any other matter prescribed by the Bank in respect of which they are to have regard to in relation to the Board of Directors.

BOARD OF DIRECTORS

We attended every meeting of the Board of Directors. We also reviewed the various reports submitted by the committees and we also held quarterly meetings with the Board of Directors.

COURSES AND SEMINARS

The Board Oversight Committee attended various seminars and courses. These included Anti-Money Laundering Training, Data Protection Training, Anti-Fraud Training and Role of the Board Oversight Committee. We also participated in a weekend training course with the National Supervisors Forum.

COMPLIANCE AND INTERNAL AUDITOR

We had quarterly meetings with Internal Auditor James Mounsey of MOET Accountants to fulfill our statutory obligations under the 2012 Act. We reviewed reports of the Compliance Officer which were submitted to meetings of the Board of Directors.

CEO AND STAFF

We would like to thank our CEO Caroline Long and all her staff for their assistance during the year. We also wish to thank Mary Tuite for her many years of service as an officer of the Board Oversight Committee.

William Galvin and Teresa Dundon

REPORT OF THE CREDIT COMMITTEE

The Credit Committee is appointed by the Board of Directors annually and is responsible for approval of loans and review of all loans that have been granted by Credit Officers.

The role of the credit committee is to manage and oversee the lending process, including considering and deciding on loan applications where relevant and in accordance with the requirements of the loans policy.

The total value of loans issued to members up to 30th September, 2018 was €12.1m.

All loan assessments are conducted by experienced credit officers. The objective when considering loan applications is to treat each loan on its own merits and to give each loan application due consideration in line with the lending policy.

The main factor taken into consideration is the member's ability to repay the loan. It is important to have an overall financial picture of the member's commitments. Caherdavin & District Credit Union Ltd., is a member of the Irish Credit Bureau and find this to be an invaluable tool in assessing loan applications. Also since 30th June, 2017, the credit union has been in fulfilment of its reporting requirements to the Central Credit Register. Also since 30th September, 2018, the Credit Union has been accessing a borrower's credit report from the Central Credit Register.

In order to ensure an efficient turnover of loan applications it is important that all applications in excess of shares are accompanied by valid current proof of income. In the case of self-employed applicants we require a set of audited accounts, tax clearance certificate and the most recent 3 months bank statements.

We also request proof of identification and proof of address from the member before the loan can be issued.

At times the Credit Officer has no alternative but to refuse or reduce loans. These decisions are not taken lightly and in the opinion of the Credit Committee the granting of



REPORT OF THE CREDIT COMMITTEE (CONTINUED)

these loans would put further financial pressure on the applying member. The member always has the right to appeal these decisions to the appeals committee of the Board of Directors.

One of the benefits of borrowing from your local Credit Union is the Loan Protection Insurance at no extra cost. In the event of the death of a borrowing member their outstanding loan balance is cleared in full providing the member was in good health at the time of drawing down the loan.

We would like to thank our loyal members who continue to borrow from their Credit Union and would urge all our members to contact their Credit Union first for their financial needs.

**Phyllis Franklin, Danny Vaughan, Michael O'Neill,
Michael Houlihan, Stephanie McKeon**

REPORT OF THE CREDIT CONTROL COMMITTEE

The role of the Credit Control Committee is to recover and secure members money. In doing this, we aim first and foremost to address members financial difficulties in a sympathetic and resolution driven manner. We will never lose sight of our policy and ethos where our members always come first. We are committed to assisting members in addressing any problems they may have in a confidential, sensitive and respectful manner. We urge any member with difficulty making loan repayments to contact the Credit Control Department as early as possible. Sometimes, the Credit Union needs to pursue the legal route. This only happens when all other efforts have failed and there is a clear lack of co operation from the member.

The total write off this year is €92,664 (2017: €124,114). Every effort is made to collect written off loan accounts and a total of €264,360 (2017: €234,309) was recovered for the year ended 30th September, 2018.

A special thanks to all those members who save regularly, borrow and repay promptly as they make life easier for all concerned and help make Caherdavin & District Credit Union Ltd. an on-going success.

Paddy Delaney, Margie Storan, Barry-John Hannan



MEMBERSHIP REPORT

At the 30th September 2018 membership reached 31,111 at Caherdavin & District Credit Union Ltd.

Membership is open to all persons who reside or work within our common bond. Please contact any of our offices for further information.

Accounts opened for juveniles (under the age of 16) must

be opened as joint accounts with an adult as the first named party.

As part of our juvenile promotion all new accounts opened for children or grandchildren of existing members will automatically receive a gift of €10 shares, once the account is opened before the child's second birthday. This is limited to one gift of €10 per child.

Finally the services of the Credit Union are as relevant now for people as they ever were and there has never been a better time to join.

We would like to take this opportunity to thank you our members for your continued support.

Mary Casey, Lorraine Russell, Leah Kennedy, Margie Storan, Stephanie McKeon, Cormac Fay

DOCUMENTATION NEEDED TO OPEN NEW ACCOUNTS IS AS FOLLOWS:

- Proof of identification – valid Drivers Licence or Passport.
- Proof of Address – Utility Bill, Bank Statement or Government Letter (must be dated within the last 6 months). Must be the original (NOT a copy).
- Proof of P.P.S number available on Revenue/Social Welfare Document or Payslip.

DOCUMENTATION NEEDED TO OPEN NEW ACCOUNTS FOR JUVENILES IS AS FOLLOWS

- All accounts opened for a juvenile must now be opened as a joint account with an adult member. The adult member must provide all the documentation outlined above. The following documentation for the juvenile member must also be provided.
- Proof of identification – valid Passport or Birth Cert for Child.
- Proof of P.P.S. number – Social Welfare Document.
- Proof of address of the parent of the child.
- Juveniles aged 7 and over must be present at account opening stage.

DORMANT ACCOUNTS

Under legislation if a member has not used their account within the last three years it becomes a dormant account and must be re-activated. In order for your account to be re-activated the following documents are required:

- Proof of identification – valid Drivers Licence or Passport.
- Proof of Address – Utility Bill, Bank Statement or Government Letter (must be dated within the last 6 months). Must be the original (NOT a copy).
- Member will also need to call to the office in person, to sign the relevant documentation and complete a transaction.



REPORT OF THE INSURANCE OFFICER

We at Caherdavin & District Credit Union Ltd., provide Life Savings Insurance, Death Benefit Insurance and Loan Protection Insurance on the lives of eligible saving and borrowing members at no direct additional cost. These Insurances are underwritten by the Credit Union movement's Insurance Company called ECCU and is paid for by the Credit Union as an operational expense.

We had 147 LPLS claims in total for year ending September 30th, 2018 amounting to €452,323. This included 133 death benefit insurance claims totalling €133,000, life savings claims amounting to €198,025 and loans repaid totalling €121,298.

LOAN PROTECTION INSURANCE

This insurance is automatically provided to qualifying Credit Union members once they sign a credit agreement with their Credit Union. It covers a member up to the age of 85 by repaying any of the loan which is still outstanding at time of death. Terms and conditions apply. To avail of these insurances it is sometimes necessary for a Declaration of Health form to be completed at time of loan application. This is to protect the member and ensure that if they come to rely on the insurance they are adequately covered by the policy.

LIFE SAVINGS INSURANCE

The maximum amount insured is €5,000 and insurance no longer accrues after the age of 70. Withdrawals may affect the amount of insurance received by the beneficiary upon a member's death.

DEATH BENEFIT INSURANCE

We at Caherdavin & District Credit Union Ltd., insure members who join before the age of 70, are in good health at time of joining and have a minimum balance in their account at time of death of €500. Juvenile members (members under 16) are covered once there is €10 in their account at the date of death. The Death Benefit Insurance of €1,000 is payable specifically for Funeral Expenses.

ELIGIBILITY

To qualify for Life Savings Insurance and Death Benefit Insurance, members must have joined before the age of 70, be actively at work or in good health at time of joining. Loan Protection Insurance is available to members who are actively at work or capable of working or carrying out their normal occupational duties at time of borrowing.

NOMINATIONS

We encourage all members to have a nomination in place. Members over the age of 16 are entitled to nominate a person or persons to receive his/her property in the Credit Union in the event of his/her death up to a maximum of €23,000. Property includes shares and insurance proceeds excluding the Death Benefit Insurance. For amounts in excess of €23,000, certified evidence of grant of probate is necessary to distribute the excess funds. In the event of a deceased member not having completed a nomination form, by Board approval funds up to €15,000 can be distributed to the next-of-kin. If the value of the funds in the account exceed €15,000, we require grant of probate before any of the funds will be released.

OTHER INSURANCES

We continue to offer the Group Rate with VHI to all members and AXA also give a discount to credit union members.

Holiday Insurance is available online at www.coveru.ie.

Mary Casey.

CREDIT UNION INFORMATION

DIRECTORS

James Stewart	Chairperson
Michael O'Neill	Vice Chairperson
Carmel Cronin	Secretary
Antoinette Barry	
Aodhagan Behan	
Paddy Delaney	
Gerry O'Malley	
Mary Larkin	
Linda McInerney	
Resigned September, 2018	

BOARD OVERSIGHT COMMITTEE

William Galvin, Mary Tuite (Resigned September 2018) and Teresa Dundon

CREDIT COMMITTEE

Danny Vaughan, Michael O'Neill, Phyllis Franklin, Michael Houlihan, Stephanie McKeon

CREDIT CONTROL COMMITTEE

Paddy Delaney, Barry-John Hannan, Margie Storan

INVESTMENT COMMITTEE

Carmel Cronin, James Stewart, Caroline Long, Declan Benson, Barry-John Hannan

MEMBERSHIP COMMITTEE

Mary Casey, Lorraine Russell, Leah Kennedy, Cormac Fay, Stephanie McKeon, Margie Storan

INSURANCE OFFICER

Mary Casey

CEO

Caroline Long

DEPUTY CEO

Declan Benson

SENIOR LOANS AND OPERATIONS OFFICER

Marie O'Shea

FINANCE OFFICER

Barry-John Hannan

CREDIT CONTROL OFFICERS

Kay O'Reilly, Eileen Lavery

STAFF

Mary Casey, Eilish Downes, Mary McGrath, Liz Harris, Lorraine Russell, Leah Kennedy, Sarah Barry, Tanya Bowen, Michael Houlihan, Mary McCarthy, Gerardine Egan, Karen O'Brien, Cormac Fay, Margie Storan, Stephanie McKeon, Paulina Brominska, Mary Crowley, Jade Neville, Eileen Reddan, Sarah Scales, Elaine Tuite, Lorna Madden and Ross Hogan.

PRINCIPAL BANKERS

Allied Irish Bank, 106 O'Connell Street, Limerick

SOLICITORS

Tynan O'Donovan Solicitors, 78 O'Connell St., Limerick.
Michael Powell Solicitors, 5 Lapps Quay, Cork

INVESTMENT ADVISORS

Goodbody



DEPOSIT GUARANTEE SCHEME DEPOSITOR INFORMATION SHEET

Basic information about the protection of your eligible deposits.

Eligible deposits in Caherdavin & District Credit Union Limited are protected by:	the Deposit Guarantee Scheme {"DGS"}. (1)
Limit of protection:	Eligible deposits up to €100,000 per depositor.(2)
If you have more eligible deposits at the Caherdavin & District Credit Union Limited:	All your eligible deposits at Caherdavin & District Credit Union Limited are 'aggregated' and the total is subject to the limit of €100,000. (2)
If you have a joint account with other person(s):	The limit of €100,000 applies to each depositor separately. (3)
Reimbursement period in case of Caherdavin & District Credit Union Limited's failure:	Within 20 working days until December 2018 and within 15 working days until December 2020. (4)
Currency of reimbursement:	Euro
To contact Caherdavin & District Credit Union Limited for enquiries relating to your account:	Please contact us at: Caherdavin & District Credit Union Limited, Redgate, Caherdavin, Limerick
To contact the DGS for further information on compensation:	Telephone: (061) 455831 Email: info@caherdavincu.ie Deposit Guarantee Scheme, Central Bank of Ireland, New Wapping Street, North Wall Quay, Dublin 1. Tel: 1890-777777 Email: info@depositguarantee.ie
More information:	www.depositguarantee.ie

ADDITIONAL INFORMATION

- (1) Your deposit is covered by a statutory Deposit Guarantee Scheme. If insolvency of your credit institution should occur, your eligible deposits would be repaid up to EUR 100,000.
- (2) If a covered deposit is unavailable because a credit institution is unable to meet its financial obligations, depositors are repaid by a Deposit Guarantee Scheme. This repayment covers at maximum EUR 100,000 per credit institution. This means that all eligible deposits at the same credit institution are added up in order to determine the coverage level. If, for instance a depositor holds a savings account with EUR 90,000 and a current account with EUR 20,000, he or she will only be repaid EUR 100,000.
- (3) In case of joint accounts, the limit of €100,000 applies to each depositor. However, eligible deposits in an account to which two or more persons are entitled as members of a business partnership, association or grouping of a similar nature, without legal personality, are aggregated and treated as if made by a single depositor for the purpose of calculating the limit of €100,000.

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

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

More information can be obtained at www.depositguarantee.ie

(4) Reimbursement

The responsible Deposit Guarantee Scheme is Deposit Guarantee Scheme, Central Bank of Ireland, New Wapping Street, North Wall Quay, Dublin 1, Tel: 1890-777777, Email: info@depositguarantee.ie. It will repay your deposits (up to EUR 100,000) within 20 working days until 31 December 2018; within 15 working days from 1 January 2019 until 31 December 2020; within 10 working days from 1 January 2021 to 31 December 2023; and within 7 days from 1 January 2024 onwards, save where specific exceptions apply. Where the repayable amount cannot be made available within seven working days depositors will be given access to an appropriate amount of their covered deposits to cover the cost of living within five working days of a request.

Access to the appropriate amount will only be made on the basis of data provided by the credit institution.

If you have not been repaid within these deadlines, you should contact the Deposit Guarantee Scheme since the time to claim reimbursement may be barred after a certain time limit. Further information can be obtained under www.depositguarantee.ie

Other important information

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



DATA PROTECTION

As Members will be aware the General Data Protection Regulation came into force on 25th May 2018. Caherdavin & District Credit Union Limited take very seriously the requirement to hold our members personal data safe and secure. Caherdavin & District Credit Union Limited's Privacy Notice is available on our website (www.caherdavincreditunion.ie) and provides full details of how we treat member's personal data.

CRIMINAL JUSTICE (ANTI MONEY LAUNDERING AND COUNTER TERRORIST FINANCING) ACTS, 2010 AND 2013.

The Criminal Justice (Anti Money Laundering and Counter Terrorist Financing) Acts, 2010 and 2013 require Credit Unions to adopt policies and procedures, in relation to

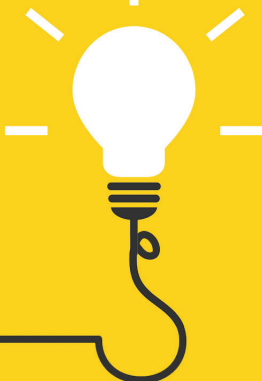
their business, to prevent and detect the commission of money laundering and terrorist financing. In order for Caherdavin & District Credit Union Limited to comply with this legislation and Central Bank of Ireland Sectoral Guidance, we must apply "customer due diligence" steps to all members prior to the establishment of a business relationship with the member and on an ongoing basis thereafter. This requires the following steps:-

- Identification and verification of member's identity and residency
- Identification of beneficial owners/controllers of funds
- Obtaining information as to the purpose and intended nature of the account
- Enhanced due diligence where required
- Conducting on-going monitoring

FORGET ABOUT PCP

String Free Car Loans with CDCU

CREDIT UNION	VS	PCP (Personal Contract Plan)
You OWN the car from day 1		You DON'T own the car (until the final repayment is made)
NO hidden fees, admin fees or balloon payments		Additional fees and charges
You can SELL the car at any time		Mileage restrictions
LOW rate loans		Pay a final balloon payment (at the end of term)
Loan Insured Free-of-Charge		Read the small print



Have You Had Your
LightBulb Moment?

CALL US 061 455831

Being a Caherdavin & District Credit Union
Member just got more rewarding!

Introducing our
Member Rewards
Card



We have linked up with local
businesses to offer great discounts to
our members. A full list of the participating
businesses can be found on our website
www.caherdavincreditunion.ie

WHO CAN GET A CARD?

All active members of Caherdavin & District Credit Union Limited.

HOW TO GET YOUR CARD?

So easy....call to any of our branches to pick up your Rewards Card.

Terms & conditions apply. See our website for full details.



	MONDAY		TUESDAY		WEDNESDAY		THURSDAY		FRIDAY		SATURDAY	
	Open	Close	Open	Close	Open	Close	Open	Close	Open	Close	Open	Close
Caherdavin Branch	9.30am	5pm	9.30am	5pm	11am	5pm	9.30am	5pm	9.30am	7pm	Closed	
	Open throughout Lunch											
William Street Branch	10am	5pm	9.30am	5.15pm	11am	5.15pm	9.30am	5.15pm	9.30am	5.30pm	10am	4pm
	Open throughout Lunch											
St. Patrick's Branch*	Closed		10am	5pm	11am	5pm	10am	5pm	10am	7pm	Closed	
	*Closed for Lunch between 1pm & 2pm											
South Hill Branch*	Closed		Closed		Closed		9.30am	4.30pm	Closed		Closed	
	*Closed for Lunch between 1.30pm & 2.30pm											
Moyross Branch*	Closed		Closed		Closed		Closed		10am	5.15pm	Closed	
	*Closed for Lunch between 12.45pm & 2.15pm											

CHRISTMAS OPENING HOURS

Saturday, December 22nd to Thursday, December 27th inclusive

ALL BRANCHES CLOSED

Friday, December 28th

Caherdavin branch Open 9.30 am to 7.00pm

William St branch Open 9.30 am to 5.30 pm

St. Patrick's branch Open 10.00 am to 7.00 pm

* closed for lunch 1pm to 2pm.

Moyross branch Closed

Saturday, December 29th

William St branch Open 10.00 am to 4 pm

Monday, December 31st

Caherdavin branch Open 9.30 am to 5.00pm

William St branch Open 10.00am to 5.00 pm

St Patrick's branch Closed

All branches are Closed on Tuesday January 1st, 2019

Normal opening hours for all branches resume from

Wednesday, January 2nd, 2019

Tel. 061 455 831

Email: info@caherdavincu.ie

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