

**WATERSIDE CREDIT UNION  
LIMITED**

**Annual Report and Financial  
Statements**

For the year ended 30<sup>th</sup> September 2021

MOORE (N.I.) LLP

CHARTERED ACCOUNTANTS AND REGISTERED AUDITORS

# Statement of Directors' Responsibilities

FOR THE YEAR ENDED 30<sup>TH</sup> SEPTEMBER 2021

## Statement of Directors' Responsibilities

The Credit Unions (Northern Ireland) Order 1985 and amendments thereto require 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 the Income and Expenditure Account 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;
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Credit Union will continue in business.

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

In so far as the directors are aware:

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

On behalf of the Board of Directors



**Daniel Cairns**  
President/Chairman

Date: 4th November 2021

# Independent Auditors' Report to the Members of Waterside Credit Union Limited

## Opinion

We have audited the financial statements of Waterside Credit Union Limited for the year ended 30 September 2021, which comprise the Income and Expenditure Account, the Balance Sheet, the Statement of Charges in Reserves and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Account Standards, including Financial Reporting Standard 102 the Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the Credit Union's affairs as at 30 September 2021 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Credit Unions (Northern Ireland) Order 1985.

## Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Credit Union in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and the provisions available for small entities, in the circumstances set out in note 25 to the financial statements and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you were:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Credit Union's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

### **Other information**

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report this fact.

We have nothing to report in this regard.

### **Matters on which we are required to report by exception**

In light of the knowledge and understanding of the Credit Union and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the following matters where the Credit Unions (Northern Ireland) Order 1985 requires us to report to you if, in our opinion:

- proper books of account have not been kept by the Credit Union in accordance with the requirements of the legislation.
- a satisfactory system of control over transactions has not been maintained by the Credit Union in accordance with the requirements of the legislation.
- the income and expenditure account to which our report relates, and the balance sheet are not in agreement with the books of account of the Credit Union.
- we have not obtained all the information and explanations which we considered were necessary for the purposes of our audit.

### **Responsibilities of directors**

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

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

### **Auditor's responsibilities for the audit of the financial statements**

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

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <http://www.frc.org.uk/auditorsresponsibilities>. The description forms part of our auditor's report.

This report is made solely to the Credit Union's members, as a body, in accordance with Article 47 of the Credit Unions (Northern Ireland) Order 1985. Our audit work has been undertaken so that we might state to the Credit Union's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Credit Union and the Credit Union's members as a body, for our audit work, for this report, or for the opinions we have formed.

*Moore NI LLP*

MOORE (N.I.) LLP  
CHARTERED ACCOUNTANTS  
STATUTORY AUDITORS  
21/23 CLARENDON STREET, DERRY

Date: 4th November 2021

## Income & Expenditure Account

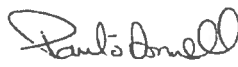
FOR THE YEAR ENDED 30<sup>TH</sup> SEPTEMBER 2021

	Notes	2021 (£)	2020 (£)
Interest on members' loans	4	606,447	657,383
Other interest income and similar income	5	145,930	179,061
<b>Net interest income</b>		<b>752,377</b>	<b>836,444</b>
Other income	7	29,416	124,193
Employment costs	9b	(223,540)	(246,892)
Depreciation	12	(18,421)	(18,132)
Other management expenses (Schedule 1)		(345,440)	(345,996)
Net recoveries or losses on loans to members	13d	65,842	(118,984)
<b>Surplus for the financial year before taxation</b>		<b>260,234</b>	<b>230,633</b>
Taxation	10	(27,727)	(34,022)
<b>Surplus for the financial year after taxation</b>		<b>232,507</b>	<b>196,611</b>
Other comprehensive income		-	-
<b>Total comprehensive income</b>		<b>232,507</b>	<b>196,611</b>

The financial statements were approved, and authorised for issue, by the Board on 4th November 2021 and signed on its behalf by:



**Daniel Cairns**  
President



**Paul O'Donnell**  
Treasurer



**Charmaine O'Donnell**  
Secretary

## Balance Sheet

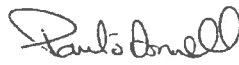
AS AT 30<sup>TH</sup> SEPTEMBER 2021

	Notes	2021 (£)	2020 (£)
<b>ASSETS</b>			
Cash and cash equivalents	11	3,571,718	1,245,123
Tangible fixed assets	12	391,254	405,101
Loans to members – Gross	13a	6,014,515	5,937,484
Provisions against loans to members	13c	(181,669)	(240,000)
Prepayments and accrued income	14	122,965	136,147
Investments	15	15,918,365	16,925,051
Minors deposit investments		1,199,103	1,157,346
<b>Total assets</b>		<b>27,036,251</b>	<b>25,566,252</b>
<b>LIABILITIES</b>			
Members' shares	16	(22,456,373)	(21,201,658)
Minors' deposits		(1,197,916)	(1,156,202)
Interest to minors		(1,187)	(1,144)
Pension provision		(13,564)	(3,531)
Easy Share accounts	16	(367,598)	(350,958)
Other payables	17	(164,523)	(171,348)
<b>Total liabilities</b>		<b>(24,201,161)</b>	<b>(22,884,841)</b>
<b>ASSETS LESS LIABILITIES</b>		<b>2,835,090</b>	<b>2,681,411</b>
<b>RESERVES</b>			
General reserve		2,580,000	2,532,583
Operational risk reserve		170,000	70,000
Unappropriated surplus		85,090	78,828
<b>Total reserves</b>		<b>2,835,090</b>	<b>2,681,411</b>

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President



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