

SUPERVISORY REPORT

Committee Remit

The Supervisory Committee's duty, as noted in Credit Union Rules, is to assess the books and documentation of the Credit Union, on an annual basis.

As in previous years we have extended this duty to include the following best practice:

- Each month the Committee selects a couple of accounts at random for audit. The committee checks that paperwork is in order and those loans and repayments are made in accordance with policy.
- When a loan is made to a volunteer or officer of the Credit Union that file is inspected as a matter of course.
- Additionally, and in line with Credit Union Rules, the files of all officers and volunteers are inspected on an annual basis.
- The Committee checks policy and compares it with practice to ensure compliance or to identify shortfall.

Supervisory Comments from March 2024 until February 2025 -

All board loans have now been checked with no recommendations, policy and procedures appear to have been adhered to.

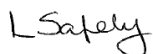
Approved loans checked = 15 (Board loans not included)

Declined loans checked = 7

Observation: Same observation as last year, details of expenditure provided on Incuto doesn't match the expenditure when comparing the bank statements provided to determine affordability, often there are several regular payments not mentioned on the expenditure section of the online application – it makes it difficult to assess the affordability of the loan.

No loans have been checked since the implementation of the new system, training provided in January 2025 – checks will commence as soon as possible.

Loans checks appear to adhere to policy and processes.



Linda Safely
For the Supervisory Committee