



Alexander Sloan

Accountants and Business Advisers

TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

Registration No. 213773

**TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
CREDIT UNION INFORMATION**

FCA number 213773

Registered Society number IP00465C

Directors

I Davies
R Hardman-Jones
K Dunn
B Swann
P Boden
M Foster
J Townson
T Salam
P Newman
P Rogers
P Spencer-Smith
J Swallows
D Mason
I Sibbald
Nigel Hiller
Andrew Smith

(Appointed 18 January 2021)
(Appointed 13 February 2021)
(Appointed 13 February 2021)

Secretary Ian Sibbald

Registered office G4 Business Centre
Carlisle Street East
Sheffield
S4 7QN

Auditor Alexander Sloan
180 St Vincent Street
Glasgow
G2 5SG

TRANSAVE CREDIT UNION LIMITED T/A TRANSAVEUK CREDIT UNION CONTENTS

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TRANSAVE CREDIT UNION LIMITED T/A TRANSAVEUK CREDIT UNION DIRECTORS' REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2021

The Directors present their annual report and financial statements for the year ended 30 September 2021.

Principal activities

The principal activity of the credit union continued to be that defined in the Credit Union Act 1979.

The credit union is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority.

Results and dividends

The results for the year are set out on page 8.

Directors

The Directors who held office during the year and up to the date of signature of the financial statements were as follows:

I Davies	
R Hardman-Jones	
K Dunn	
B Swann	
P Boden	
M Foster	
J Townson	
T Salam	
P Newman	
P Rogers	
C Clark	(Resigned 5 April 2021)
P Spencer-Smith	
J Swallows	
D Mason	
I Sibbald	(Appointed 18 January 2021)
Nigel Hiller	(Appointed 13 February 2021)
Andrew Smith	(Appointed 13 February 2021)

Compliance statement

Under the Prudential Regulation Authority rulebook the Board of Directors must report to the members at the Annual General Meeting on certain areas of compliance within the credit union. The credit union is therefore pleased to report that during the year the credit union has been in compliance with:

Depositor Protection Rules 11, 12, 14 and the requirements of rule 15 that relate to rule 11; and

PRA Credit Union Rule 2.10 (fidelity bond insurance requirements); and:

The requirements of compliance under the PRA "additional activities" namely lending, mortgages and investments and the requirements for Credit Unions within the PRA Credit Union Rulebook for credit unions over 15,000 members.

**TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
DIRECTORS' REPORT (CONTINUED)**

FOR THE YEAR ENDED 30 SEPTEMBER 2021

Statement of Directors' responsibilities

The Directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Legislation requires the Directors to prepare financial statements for each financial year. Under that law the Directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under the Credit Union Act 1979 and the Co-operative and Community Benefit Societies Act 2014 the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the credit union and of the surplus or deficit of the credit union for that period. In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 keeping adequate accounting records that are sufficient to show and explain the credit union's transactions and disclose with reasonable accuracy at any time the financial position of the credit union and enable them to ensure that the financial statements comply with the Credit Union Act 1979 and the Co-operative and Community Benefit Societies Act 2014. Directors 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.

Statement of disclosure to auditor

So far as each person who was a Director at the date of approving this report is aware, there is no relevant audit information of which the credit union's auditor is unaware. Additionally, the Directors individually have taken all the necessary steps that they ought to have taken as Directors in order to make themselves aware of all relevant audit information and to establish that the credit union's auditor is aware of that information.

Auditor

A resolution for the re-appointment of Alexander Sloan as auditors of the credit union is to be proposed at the forthcoming Annual General Meeting.

By order of the board

Ian Sibbald

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Ian Sibbald

Secretary 10/1/2022

Date:

**TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
REPORT FROM THE CEO AND PRESIDENT
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

The financial year ended September 2021 turned out to be a landmark one for TransaveUK. Not only did we enter our 25th anniversary year but we were also able to maintain our track record of steady growth despite the challenges presented by the global pandemic.

Autumn 2020 saw the reinstatement of national lockdowns and the resultant closure of our offices with all members of staff having to work from home once again. Despite this, we are proud of the fact that we were able to continue to offer a first-rate service to members, including the increased number of individuals experiencing difficulties as the pandemic impacted on their financial wellbeing. My thanks go to our fantastic team at Transave for their flexibility and resilience in the most challenging of circumstances.

It also became clear to us as the year progressed that economic conditions in the UK were improving and that we needed to ensure that our product offerings reflected our member's increased appetite for credit as consumer confidence returned. In response we made the decision to relax some of the lending restrictions on our loan products to ensure that as many members as possible were able to access affordable credit.

We are pleased to say that this contributed to our loan book growing strongly in the second half of the year with income and overall profitability also improving as a result. Being ever mindful of the need to also promote member savings we re-launched our Junior Savings account during the same period which resulted in a large increase in the number of members setting up savings accounts for their children.

Now looking forward to the year ahead our focus will be on reviewing our technology and refining our internal processes to ensure that we keep up with today's digital world and continue to meet the demands and expectations of our members and other stakeholders.

We are excited by the opportunities and potential this presents for future growth. And although our ethos remains unchanged from that of our founders a quarter of a century ago, it will help ensure that we can be confident of continued success in a fast-changing world.

Best regards,

James Ian Davies

.....
I Davies
President

11/1/2022



R Hardman-Jones
Chief Executive

**TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF TRANSAVE CREDIT UNION LIMITED**

Opinion

We have audited the financial statements of Transave Credit Union Limited (the 'credit union') for the year ended 30 September 2021 which comprise the revenue account, the statement of comprehensive income, the balance sheet, the statement of changes in equity, the statement of cash flows 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 Accounting Standards, including FRS 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 state of the credit union's affairs as at 30 September 2021 and of its surplus or deficit 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 Union Act 1979 and the Co-operative and Community Benefit Societies Act 2014.

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 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

In auditing the financial statements, we have concluded that the Directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the credit union's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Directors with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Directors are responsible for the other information contained within the annual report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

**TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE MEMBERS OF TRANSAVE CREDIT UNION LIMITED**

Opinions on other matters prescribed by the Co-operative and Community Benefit Societies Act 2014

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the strategic report and the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the Directors' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Co-operative and Community Benefit Societies Act 2014 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; or
- a satisfactory system of control over transactions has not been kept by the credit union in accordance with the requirements of the legislation; or
- the Revenue Account and Balance Sheet are not in agreement with the books of account of the credit union; or
- we have not received all the information and explanations we require for 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

**TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE MEMBERS OF TRANSAVE CREDIT UNION LIMITED**

Extent to which the audit was considered capable of detecting irregularities, including fraud

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the credit union through discussions with directors and other management, and from our wider knowledge and experience of the sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the credit union, including Corporate and Community Benefit Society legislation and taxation legislation.
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the credit union's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

Extent to which the audit was considered capable of detecting irregularities, including fraud

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates set out in Note 2 were indicative of potential bias;
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with PRA, FCA and HMRC.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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>. This description forms part of our auditor's report.

**TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE MEMBERS OF TRANSAVE CREDIT UNION LIMITED**

Use of our report

This report is made solely to the credit union's members, as a body, in accordance with the Co-operative and Community Benefit Societies Act 2014. 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.

Alexander Sloan

Alexander Sloan

12/1/2022
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**Accountants & Business Advisers
Statutory Auditor**

180 St Vincent Street
Glasgow
G2 5SG

**TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
REVENUE ACCOUNT**

FOR THE YEAR ENDED 30 SEPTEMBER 2021

	Notes	2021 £	2020 £
Loan interest receivable and similar income	3	3,479,832	3,082,918
Interest payable and similar charges	4	(299,142)	(506,852)
Net interest receivable		<u>3,180,690</u>	<u>2,576,066</u>
Fees and commissions receivable		62,798	-
Fees and commissions payable	5	(33,574)	(23,013)
Net fees and commissions		<u>29,224</u>	<u>(23,013)</u>
Other operating income	6	56,259	31,799
Administrative expenses	7	(1,493,791)	(1,513,810)
Depreciation and amortisation		(9,733)	(11,060)
Other operating expenses	8	(156,922)	(145,609)
Impairment on loans for bad and doubtful debts	14	(906,253)	(687,111)
Surplus before taxation		<u>699,474</u>	<u>227,262</u>
Corporation tax	11	(11,205)	(6,091)
Surplus for the year		<u><u>688,269</u></u>	<u><u>221,171</u></u>

The Revenue Account has been prepared on the basis that all operations are continuing operations.
The notes on pages 13 to 29 form an integral part of these financial statements.

**TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

	Notes	2021 £	2020 £
Surplus for the year		688,269	221,171
Other comprehensive income		-	-
Total comprehensive income for the year		<u>688,269</u>	<u>221,171</u>

**TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
BALANCE SHEET**

AS AT 30 SEPTEMBER 2021

	Notes	2021 £	2020 £
Assets			
Cash and balances at central banks	12	153	200
Loans and advances to banks	12	5,322,428	9,285,461
Loans and advances to customers	13	38,514,469	28,529,932
Debt securities	15	1,953,852	1,935,864
Tangible assets	16	71,376	81,109
Prepayments		3,983	10,238
Total assets		45,866,261	39,842,804
Liabilities and reserves			
Customer accounts	17	39,973,647	34,627,873
Other liabilities	18	67,538	100,615
Provisions for liabilities	19	152,491	130,000
		40,193,676	34,858,488
General reserve	25	4,665,773	4,283,503
Other reserves	25	1,006,812	700,813
Total reserves		5,672,585	4,984,316
Total liabilities and reserves		45,866,261	39,842,804

The financial statements were approved by the Board of Directors and authorised for issue on 11/1/2022 and are signed on its behalf by:

James Ian Davies

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I Davies
Director

R Hardman-Jones

.....
R Hardman-Jones
Director

Ian Sibbald

.....
Ian Sibbald
Secretary

The notes on pages 13 to 29 form an integral part of these financial statements.

**TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
STATEMENT OF CHANGES IN EQUITY**

FOR THE YEAR ENDED 30 SEPTEMBER 2021

	Revenue Reserve £	Appropriation Reserve £	General Reserve £	Total £
Balance at 1 October 2019	391,345	522,399	3,849,401	4,763,145
Year ended 30 September 2020:				
Surplus and total comprehensive income for the year	-	-	221,171	221,171
Other movements	-	(212,931)	212,931	-
Balance at 30 September 2020	391,345	309,468	4,283,503	4,984,316
Year ended 30 September 2021:				
Surplus and total comprehensive income for the year	-	-	688,269	688,269
Transfers	-	-	-	-
Other movements	60,000	245,999	(305,999)	-
Balance at 30 September 2021	451,345	555,467	4,665,773	5,672,585

The notes on pages 13 to 29 form an integral part of these financial statements.

**TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
STATEMENT OF CASH FLOWS**

FOR THE YEAR ENDED 30 SEPTEMBER 2021

	Notes	£	2021 £	£	2020 £
Cash flows from operating activities					
Surplus for the period			688,269		221,171
Depreciation and amortisation	9	9,733		11,060	
Corporation tax expenses	11	11,205		6,091	
Provision movement	14	939,471		725,008	
Interest income on loans	3	(3,411,930)		(3,050,147)	
Distribution on members shares	4	299,142		506,852	
			(2,152,379)		(1,801,136)
Working capital adjustments					
Change in other receivables and prepayments		6,255		2,280	
Change in other liabilities		(39,887)		16,205	
Change in provisions		22,491		5,000	
			(11,141)		23,485
Cash flows from changes in operating assets and liabilities					
Loan repayments less loans advanced	13	(7,512,078)		1,464,806	
Customer balance cash movement		5,046,632		6,045,188	
Movement on funds in investments	12	(17,988)		(21,751)	
Movement on funds on deposit	12	460,874		(3,005,000)	
			(2,022,560)		4,483,243
Corporation tax paid			(4,395)		(10,465)
Net cash flow from operating activities			(3,502,206)		2,916,298
Net (decrease)/increase in cash and cash equivalents			(3,502,206)		2,916,298
Cash and cash equivalents at beginning of year			5,394,609		2,478,311
Cash and cash equivalents at end of year			1,892,403		5,394,609

The notes on pages 13 to 29 form an integral part of these financial statements.

TRANSAVE CREDIT UNION LIMITED T/A TRANSAVEUK CREDIT UNION NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2021

1 Accounting policies

Background information

Transave Credit Union Limited is registered in the UK as a society under the Co-operative and Community Benefit Societies Act 2014, whose principal activity is to operate as a credit union, within the meaning of the Credit Union Act 1979. The credit union is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Co-operative and Community Benefit Societies Act 2014.

The financial statements are prepared in sterling, which is the functional currency of the credit union. Monetary amounts in these financial statements are rounded to the nearest pound.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

The Credit Union has prepared financial projections taking into account the expected impact Covid-19 on the Credit Union's financial reserves. While it is unknown how long the pandemic will last or the extent of the impact on the economy, at the time of approving the financial statements, the Directors have a reasonable expectation that the credit union has adequate resources to continue in operational existence for the foreseeable future. Thus the Directors continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Income

Fees and charges receivable either arise in connection with a specific transaction, or accrue evenly over the year. Income relating to individual transactions is recognised when the transaction is complete.

Interest receivable on loans to members and bank interest are recognised using the effective interest rate basis and are calculated and accrued on a daily basis.

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings	12% straight line
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.5 Investments

Interests in associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

**TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

1 Accounting policies

(Continued)

1.6 Impairment of fixed assets

At each reporting period end date, the credit union reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the credit union estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in the revenue account, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in the revenue account, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.7 Cash at bank and in hand

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of less than 8 days.

1.8 Financial instruments

The credit union has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. Financial instruments are recognised in the credit union's balance sheet when the credit union becomes party to the contractual provisions of the instrument.

Basic financial assets

Basic financial assets, which include loans to members and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Other financial assets

Other financial assets, including investments in equity instruments which are not subsidiaries, associates or joint ventures, are initially measured at fair value, which is normally the transaction price. Such assets are subsequently carried at fair value and the changes in fair value are recognised in the revenue account, except that investments in equity instruments that are not publicly traded and whose fair values cannot be measured reliably are measured at cost less impairment.

TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

1 Accounting policies

(Continued)

Impairment of financial assets

The credit union assesses, at each balance sheet date, if there is objective evidence that any of its loans to members are impaired. The loans are assessed collectively in groups that share similar credit risk characteristics, because no loans are individually significant. In addition, if, during the course of the year, there is objective evidence that any individual loan is impaired, a specific loss will be recognised. Any impairment losses are recognised in the revenue account, as the difference between the carrying value of the expected cash flows.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the credit union transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into.

Basic financial liabilities

Basic financial liabilities, including members deposits are classified as debt and are initially recognised at transaction price. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Other financial liabilities

Debt instruments that do not meet the conditions in FRS 102 paragraph 11.9 are subsequently measured at fair value through the revenue account. Debt instruments may be designated as being measured at fair value through the revenue account to eliminate or reduce an accounting mismatch or if the instruments are measured and their performance evaluated on a fair value basis in accordance with a documented risk management or investment strategy.

Derecognition of financial liabilities

Financial liabilities are derecognised when the credit union's contractual obligations expire or are discharged or cancelled.

1.9 Taxation

The tax expense for the period comprises current tax. Tax is recognised in the revenue account, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

Current tax

The tax currently payable is based on taxable surplus for the year. Taxable surplus differs from the surplus as reported in the revenue account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The credit union's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

1 Accounting policies

(Continued)

1.10 Provisions

Provisions are recognised when the company has a legal or constructive present obligation as a result of a past event, it is probable that the company will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation. Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value. When a provision is measured at present value, the unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

1.11 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense. The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received. Termination benefits are recognised immediately as an expense when the credit union is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.13 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

2 Judgements and key sources of estimation uncertainty

In the application of the credit union's accounting policies, the Directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

2 Judgements and key sources of estimation uncertainty

(Continued)

Key sources of estimation uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows.

Loan Impairment

The credit union assesses, at each reporting date, if there is objective evidence that any of its loans to customers are impaired. The loans are assessed collectively in groups that share similar credit-risk characteristics. In addition, if, during the course of the year, there is objective evidence that any individual loan is impaired, a specific loss will be recognised. Any impairment losses are recognised in the Revenue Account, as the difference between the carrying value of the loan and the net present value of the expected cash flows.

Death benefit scheme

The credit union makes provision for future payments through the discretionary death benefit trust to member's family in the event of the member's death. The level of provision is estimated by the credit union based on the history of claims. Further details of the provision are included in the provision note to the financial statements.

3 Interest receivable and similar income

	2021	2020
	£	£
Interest income on loans	3,411,930	3,050,147
Interest income on bank deposits	40,018	716
Income from investments	27,884	32,055
	<u>3,479,832</u>	<u>3,082,918</u>

TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

4 Interest payable and similar charges

As shares are classed as a liability the dividend on these shares is classed as interest for accounting purposes under FRS 102:

	2021	2020
	£	£
Interest and similar charges paid during the period		
Dividend on dividend bearing shares	296,166	500,312
Distributions to juvenile members	2,976	6,540
	<u>299,142</u>	<u>506,852</u>

The distributions on member's shares represents distributions paid in the year which were approved at the last Annual General Meeting. The dividend rates approved at the previous AGM were:

	2021	2020
	%	%
Distribution rates paid during year		
Ordinary share dividend	1.00	2.00
Juvenile share dividend	1.00	2.00
	<u>1.00</u>	<u>2.00</u>

At the forthcoming Annual General Meeting the Directors will propose the following dividends based on the results for the current year. If approved these dividends will be included as a cost in next year's financial statements once they have been paid.

	2021	2020
	%	%
Distribution rates to be proposed at the Annual General Meeting		
Ordinary share dividend	1.50	1.00
Juvenile share dividend	1.50	1.00
	<u>1.50</u>	<u>1.00</u>

5 Fees and commissions payable

	2021	2020
	£	£
Bank charges	33,574	23,013
	<u>33,574</u>	<u>23,013</u>

6 Other operating income

	2021	2020
	£	£
Other income	56,259	31,799
	<u>56,259</u>	<u>31,799</u>

TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

7 Administrative expenses

	Notes	2021 £	2020 £
Staff costs	10	886,379	913,019
Death benefit insurance		144,000	140,875
External auditor's remuneration		17,460	15,994
Member communication and advertising		137,497	103,576
Legal, professional and credit control costs		99,876	106,467
Computer and software expenses		156,366	138,236
Travel costs		2,917	51,454
Donations		-	750
General administration costs		49,296	43,439
		<u>1,493,791</u>	<u>1,513,810</u>

8 Other operating expenses

	2021 £	2020 £
Costs of occupying offices	156,922	145,609
	<u>156,922</u>	<u>145,609</u>

9 Operating surplus

	2021 £	2020 £
Operating surplus for the year is stated after charging:		
Fees payable to the credit union's external auditor for the audit of the financial statements	17,460	15,994
Depreciation of owned tangible fixed assets	9,733	11,060
Operating lease charges	80,117	78,000
	<u>107,310</u>	<u>105,054</u>

10 Employees

The average monthly number of persons (including Directors) employed by the credit union during the year was:

	2021 Number	2020 Number
Customer service	21	19
	<u>21</u>	<u>19</u>

TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

10 Employees **(Continued)**

Their aggregate remuneration comprised:

	2021	2020
	£	£
Wages and salaries	748,257	804,490
Social security costs	77,539	66,370
Pension costs	60,583	42,159
	886,379	913,019
	886,379	913,019

11 Taxation

	2021	2020
	£	£
Current tax		
UK corporation tax on profits for the current period	11,205	6,091
	11,205	6,091
	11,205	6,091

The actual charge for the year can be reconciled to the expected charge for the year based on the surplus or deficit and the standard rate of tax as follows:

	2021	2020
	£	£
Surplus before taxation	699,474	227,262
	699,474	227,262
Expected tax charge based on the standard rate of corporation tax in the UK of 19.00% (2020: 19.00%)	132,900	43,180
Tax effect of income not taxable in determining taxable profit	(121,695)	(37,089)
	11,205	6,091
Taxation charge for the year	11,205	6,091

TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

12 Loans and advances to banks

	2021	2020
	£	£
Cash held at banks	1,892,250	5,394,409
Bank deposits	3,430,178	3,891,052
	<u>5,322,428</u>	<u>9,285,461</u>
Loans and advances to banks	5,322,428	9,285,461
Cash in hand	153	200
	<u>5,322,581</u>	<u>9,285,661</u>
	<u><u>5,322,581</u></u>	<u><u>9,285,661</u></u>
Loans split by repayment period		
Cash and cash equivalents	1,892,403	5,394,609
Amounts maturing in over 8 days	3,430,178	3,891,052
	<u>5,322,581</u>	<u>9,285,661</u>
	<u><u>5,322,581</u></u>	<u><u>9,285,661</u></u>

13 Loans and advances to customers

	Notes	2021	2020
		£	£
Loan movement			
Opening balances		30,453,395	28,927,888
Interest on loans		3,411,930	3,050,147
Loans advanced during the period		26,043,891	14,052,571
Loans repaid during the period		(18,531,813)	(15,517,377)
Loans derecognised		(63,921)	(59,834)
		<u>41,313,482</u>	<u>30,453,395</u>
Loan impairment provisions	14	(2,799,013)	(1,923,463)
		<u>38,514,469</u>	<u>28,529,932</u>
		<u><u>38,514,469</u></u>	<u><u>28,529,932</u></u>
Loans split by repayment period			
Capital repayments due within 1 year		16,577,295	12,518,497
Capital repayments due after 1 year		24,736,187	17,934,898
Loan impairment provisions	14	(2,799,013)	(1,923,463)
		<u>38,514,469</u>	<u>28,529,932</u>
		<u><u>38,514,469</u></u>	<u><u>28,529,932</u></u>
Loans split by type			
Loans to members		41,313,482	30,453,395
Loan impairment provisions	14	(2,799,013)	(1,923,463)
		<u>38,514,469</u>	<u>28,529,932</u>
		<u><u>38,514,469</u></u>	<u><u>28,529,932</u></u>

TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

14 Loan impairment

	Write off Provision £	Arrears Provision £	Total Provisions £
Loan impairment provision			
Opening balances	309,021	1,614,442	1,923,463
Provision movement	-	875,550	875,550
	<u>309,021</u>	<u>2,489,992</u>	<u>2,799,013</u>
Closing balances	<u>309,021</u>	<u>2,489,992</u>	<u>2,799,013</u>

Under Financial Reporting Standard 102 (FRS 102), the criteria for derecognising (writing off a loan) is different from when the credit union would write off the loan for internal purposes. Loans written off by the Board that do not meet the criteria in FRS 102 for being derecognised are not written off in these financial statements. The loans the credit union feel should be written off but which do not meet the criteria in FRS 102 for being derecognised are fully provided in the write off provision which is shown above. As a result there is no net effect on the surplus or net assets of the credit union from this requirement of FRS 102.

	Notes	2021 £	2020 £
Impairment revenue account charge			
Impairment provision movement		875,550	665,174
Bad debts derecognised	13	63,921	59,834
Bad debts recovered		(33,218)	(37,897)
		<u>906,253</u>	<u>687,111</u>

15 Investments

	2021 £	2020 £
Debt securities	<u>1,953,852</u>	<u>1,935,864</u>
Listed investments included above:		
Listed investments carrying amount	<u>1,953,852</u>	<u>1,935,864</u>

TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

16 Tangible fixed assets

	Fixtures and fittings
	£
Cost	
At 1 October 2020 and 30 September 2021	165,132
Depreciation and impairment	
At 1 October 2020	84,023
Depreciation charged in the year	9,733
At 30 September 2021	93,756
Carrying amount	
At 30 September 2021	71,376
At 30 September 2020	81,109

17 Customer accounts

	2021	2020
	£	£
Deposit movement		
Opening balances	34,627,873	28,075,833
Deposited during the period	27,389,830	23,940,167
Withdrawn during the period	(22,044,056)	(17,388,127)
	<u>39,973,647</u>	<u>34,627,873</u>
Deposits split by type		
Standard dividend bearing member shares	39,389,471	34,116,894
Corporate dividend bearing shares	250,000	250,000
Juvenile member deposits	334,176	260,979
	<u>39,973,647</u>	<u>34,627,873</u>

18 Other liabilities

	2021	2020
	£	£
Corporation tax	12,901	6,091
Other taxation and social security	21,088	17,745
Accruals and deferred income	33,549	76,779
	<u>67,538</u>	<u>100,615</u>

TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

19 Provisions for liabilities

	2021	2020
	£	£
Death benefit provision	152,491	130,000
	<u> </u>	<u> </u>
Movements on provisions:		Death benefit provision
		£
At 1 October 2020		130,000
Additional provisions in the year		22,491
		<u> </u>
At 30 September 2021		152,491
		<u> </u>

The Credit Union operate a discretionary benefit trust scheme. Under the scheme the Credit Union in the event of a member's death will meet the cost of their loan and provide the shares and a funeral grant to their next of kin. Payment from the trust is discretionary and depends on the Credit Union's financial position. A provision is included for the amount the Credit Union has informed members will be available in the trust.

20 Retirement benefit schemes

	2021	2020
	£	£
Defined contribution schemes		
Charge to revenue account in respect of defined contribution schemes	60,583	42,159
	<u> </u>	<u> </u>

The credit union operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the credit union in an independently administered fund.

TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

21 Financial risk management

The credit union manages its shares and loans so that it earns income from the margin between interest receivable and interest payable (including dividends paid).

The main financial risks arising from the activities of the credit union are credit risk, liquidity risk and market risk. The Board 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 repayment to the credit union, resulting in financial loss to the credit union. In order to manage this risk the Board approves the lending policy and all changes to it. All loan applications are assessed with reference to the lending policy in force at the time. Subsequently loans are regularly reviewed for any factors that may indicate the likelihood of repayment has changed. The credit union also monitors its banking arrangements for credit risk.

Liquidity risk

The policy of the credit union is to maintain sufficient funds in liquid form at any time to ensure that it can meet its liabilities as they fall due and meet the liquidity ratios set by the regulators. The objective of the policy is to provide a degree of protection against any unexpected developments that may arise.

Market risk

Market risk generally comprises of interest rate risk, foreign currency risk and other price risk. The main risks impacting the credit union are set out below:

Interest rate risk: The main interest rate risk for the credit union arises between the interest rate exposure on loans, bank deposits and shares that form an integral part of a credit union's operations. The credit union considers rates of interest receivable when deciding on proposed dividend rates. Dividend rates are based on the historical results of the credit union and the credit union's strategic plans. The credit union does not use interest rate options to hedge its own positions.

Foreign Currency Risk: All transactions are carried out in sterling and therefore the credit union is not exposed to any form of foreign currency risk.

Other price risk: The credit union only holds investments in government securities and those with credit institutions that meet the criteria of Chapter 6 of the PRA rulebook. The credit union monitors the investments throughout the year.

22 Credit risk on bank and investments

The credit union invests unused funds in the following investments:

	2021	2020
	£	£
Bank accounts	1,892,250	5,394,409
Bank term deposits	3,430,178	3,891,052
Investments	1,953,852	1,935,864
	<u>7,276,280</u>	<u>11,221,325</u>

The credit union believes the full amount of these investments is recoverable.

TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

23 Credit risk on lending

The credit union holds the following security against its loans to members:

	2021	2020
	£	£
Security for loans		
Attached shares	11,499,709	11,780,340
	<u> </u>	<u> </u>

The carrying amount of the loans to members represents the credit union's maximum exposure to credit risk. The following table provides information on the credit quality of loan repayments. Where loans are not impaired it is expected that the amounts repayable will be received in full. The status 'past due' includes any loan where payments are in arrears. The amount included is the entire loan amount and not just the overdue amount.

	2021	2020
	£	£
Loans not individually impaired		
Not past due	35,107,877	28,289,398
Up to 3 months past due	2,584,363	478,220
	<u> </u>	<u> </u>
	37,692,240	28,767,618
	<u> </u>	<u> </u>
Loans individually impaired		
Between 3 and 6 months past due	656,183	305,550
Between 6 months and 1 year past due	915,248	302,564
Over 1 year past due	1,740,790	768,642
Individually impaired and written off for internal purposes	309,021	309,021
	<u> </u>	<u> </u>
	3,621,242	1,685,777
	<u> </u>	<u> </u>
Total loans	41,313,482	30,453,395
Impairment allowance	(2,799,013)	(1,923,463)
	<u> </u>	<u> </u>
	<u>38,514,469</u>	<u>28,529,932</u>

TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

24 Interest rates on financial instruments

The following table shows the interest earned during the year divided by the closing loan balance and the dividend/interest paid during the year divided by the closing share balance

	2021		2020	
	Amount	Rates received	Amount	Rates received
	£	in year	£	in year
		%		%
Financial assets				
Loans to members	41,313,482	8.26%	28,529,932	10.69%
Loans and advances to banks	5,322,428	0.75%	9,285,461	0.01%
	<u>46,635,910</u>		<u>37,815,393</u>	
Financial liabilities				
Juvenile deposits	(334,176)	0.89%	(260,979)	2.51%
Dividend bearing shares	(39,639,471)	0.75%	(34,366,894)	0.86%
	<u>(39,973,647)</u>		<u>(34,627,873)</u>	

25 Reserves

General Reserve

The general reserve represents the base capital of the credit union and is the retained surpluses and deficits which have not been allocated to another specific reserve.

Revenue

The revenue reserve represents funds the credit union has allocated to meet future unexpected costs.

26 Capital

The credit union classes all of its reserves as capital. The credit union manages its reserves through its financial and budgeting policies and procedures. The Prudential Regulation Authority sets out requirements for regulatory capital that the credit union must maintain. The credit union's compliance with the requirements at the year end is set out below:

	2021	2020
	%	%
Actual regulatory capital ratio	<u>11.16</u>	<u>11.73</u>
Regulatory requirement		
Regulatory minimum capital ratio requirement	<u>7.35</u>	<u>7.25</u>

TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

27 Analysis of changes in net funds

	1 October 2020	Cash flows 30 September 2021	
	£	£	£
Cash and cash equivalents	5,394,609	(3,502,206)	1,892,403
Bank deposits maturing in over 8 days	3,891,052	(460,874)	3,430,178
	<u>9,285,661</u>	<u>(3,963,080)</u>	<u>5,322,581</u>

28 Financial commitments, guarantees and contingent liabilities

Contingent Liabilities

The credit union participates in the Financial Services Compensation Scheme (FSCS) which provides protection for its members up to the level of protection offered by the FSCS. As a result of the credit union's participation it has a contingent liability, which cannot be quantified, in respect of future contributions to the FSCS, as required by the Financial Services and Markets Act 2000.

29 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021	2020
	£	£
Within one year	61,629	61,819
Between two and five years	49,222	109,260
Total lessee operating lease commitment	<u>110,851</u>	<u>171,079</u>

TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

30 Related party transactions

The credit union classes the Directors and members of the senior management team as key management.

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2021	2020
	£	£
Wages and salaries	290,457	246,550
Pension expense	21,062	13,407
	<u>311,519</u>	<u>259,957</u>
Aggregate compensation	<u>311,519</u>	<u>259,957</u>

Transactions with key management

Balances held by members of key management and their close family members in the credit union are set out below. Loans to key management and their close family members are on standard terms and conditions.

	2021	2020
	£	£
Loans to key management and their close family	55,286	54,200
Shares held by key management and their close family	560,167	479,776
	<u>560,167</u>	<u>479,776</u>

The following page does not form part of the statutory accounts

**TRANSAVE CREDIT UNION LIMITED
T/A TRANSAVEUK CREDIT UNION
DETAILED REVENUE ACCOUNT**

FOR THE YEAR ENDED 30 SEPTEMBER 2021

	Notes	2021 £	2020 £
Income			
Interest income on loans	3	3,411,930	3,050,147
Interest income on bank deposits	3	40,018	716
Income from investments		27,884	32,055
Fees and commissions receivable		62,798	-
Other income	6	56,259	31,799
		<u>3,598,889</u>	<u>3,114,717</u>
Expenditure			
Staff costs	10	886,379	913,019
Death benefit insurance		144,000	140,875
Auditors remuneration		17,460	15,994
Member communication and advertising	7	137,497	103,576
Legal, professional and credit control costs	7	99,876	106,467
Computer and software expenses	7	156,366	138,236
Travel costs	7	2,917	51,454
Bank charges	5	33,574	23,013
Donations	7	-	750
General administration costs	7	49,296	43,439
Costs of occupying offices	8	156,922	145,609
Depreciation and amortisation	9	9,733	11,060
Impairment on loans for bad and doubtful debts	14	906,253	687,111
		<u>2,600,273</u>	<u>2,380,603</u>
Surplus before taxation		998,616	734,114
Corporation tax	11	(11,205)	(6,091)
		<u>987,411</u>	<u>728,023</u>
Distributions		(299,142)	(506,852)
Surplus for the year		<u><u>688,269</u></u>	<u><u>221,171</u></u>