

Oxford Credit Union Limited

**Report and
Financial statements**

For the year ended 30th September 2013

Oxford Credit Union Limited

Financial statements
For the year ended 30 September 2013

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**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
OXFORD CREDIT UNION LIMITED FOR THE YEAR ENDED 30 SEPTEMBER 2013**

We have audited the financial statements of Oxford Credit Union Ltd for the year ended 30 September 2013 which comprise the Income and Expenditure Account, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the credit union's members, as a body. 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.

Respective Responsibilities of Directors and Auditors

As explained more fully in the Directors' Responsibilities Statement the directors are responsible for the preparation of financial statements which give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the credit union's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the credit union's affairs as at 30 September 2013 and of its income and expenditure for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and with the Industrial and Provident Societies Acts 1965 to 2002 and the Credit Unions Act 1979.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Friendly and Industrial and Provident Societies Acts 1965 to 2002 require 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 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 necessary for the purposes of our audit.

Oxford

11/12/2013



Critchleys LLP
Chartered Accountants
Statutory Auditor

Oxford Credit Union Limited

Income and expenditure account
for the year ended 30th September 2013

	Notes	2013		2012	
		£	£	£	£
Interest from loans to members		40,918		41,806	
Investment income		<u>4,019</u>		<u>1,818</u>	
			44,937		43,624
Other income					
Grants		23,750		25,500	
Donations		9,249		6,651	
Entrance and exit fees		826		122	
Bad debts recovered		1,270		300	
Other income		<u>258</u>		<u>160</u>	
			<u>35,353</u>		<u>32,733</u>
			80,290		76,357
Bad debts		20,769		26,757	
Administrative expenses	4	<u>54,638</u>	<u>75,407</u>	<u>60,665</u>	<u>87,422</u>
Operating surplus/(deficit)			4,883		(11,065)
Corporation Tax	3		<u>804</u>		<u>364</u>
Surplus/(deficit) after taxation			4,079		(11,429)
Dividends paid in year	8		0		(1,329)
Transfer to general reserve	7		(816)		0
Transfer to unappropriated reserve	7		(3,263)		12,758
Retained surplus for the year			<u>0</u>		<u>0</u>

Continuing operations

None of the credit union's activities were acquired or discontinued during the above year.

Total recognised gains and losses

The credit union has no recognised gains or losses other than the surplus or deficits for the above year and therefore no separate statement of total recognised gains or losses has been presented.

Oxford Credit Union Limited

Balance sheet
30 September 2013

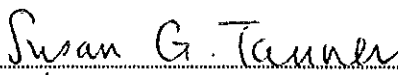
	Notes	2013		2012	
		£	£	£	£
Fixed Assets					
Tangible assets	5		0		1,117
Current Assets					
Loans to members		170,384		182,873	
Debtors and prepayments		1,487		430	
Fixed Rate Bond		25,000		30,000	
Bank deposit accounts		127,415		55,556	
Cash at bank and in hand		56,559		58,108	
		<u>380,845</u>		<u>326,967</u>	
Current Liabilities					
Church loan repayable		5,000		0	
Audit fee		3,000		3,360	
Corporation tax payable		804		364	
		<u>8,804</u>		<u>3,724</u>	
Net current assets			<u>372,041</u>		<u>323,243</u>
Total assets less current liabilities			372,041		324,360
Creditors: Amounts falling due after one year			0		5,000
			<u>0</u>		<u>5,000</u>
Net assets			<u>372,041</u>		<u>319,360</u>
Represented by:					
Members' share balances			360,542		311,940
General reserve	7		3,601		2,785
Unappropriated reserve	7		7,898		4,635
			<u>372,041</u>		<u>319,360</u>
Total capital and share balances	6		<u>372,041</u>		<u>319,360</u>

Approved on 21st November 2013

Signed by:


.....
Director


.....
Director


.....
Secretary

Oxford Credit Union Limited

Notes to the accounts for the year ended 30th September 2013

1 Statement of accounting policies

The financial statements have been prepared under the historical cost convention and on a going concern basis; this reflects the directors' belief that future income flows and careful control of costs will enable the credit union to continue operating. Accounting policies have been consistently applied, unless otherwise stated.

The following is a summary of the significant accounting policies adopted by the credit union in the preparation of the financial statements.

Interest from loans to members

Interest is charged at rates as determined from time to time by the committee. The interest shall be recognised in the revenue accounts over the period of the loan.

Loans to members

Loans are made to members for the provident or productive purpose upon such security (or without security) and terms as the rules of the credit union provide.

Dividends

Any dividends are payable in accordance with the rules of the credit union after making suitable provision for the transfers to the general reserve. No account is taken of dividends declared after the balance sheet date.

Fixed assets

All fixed assets are written off over their expected useful lives as follows:

Equipment 33.33%

2 Statement of board of Directors responsibilities

The Directors are responsible for preparing the accounts in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Industrial and provident law requires the board of 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 year. In preparing those financial statements, the board is required to:

select suitable accounting policies and then apply them consistently;

make judgements and estimates that are reasonable and prudent;

state whether applicable 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 board of directors is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the credit union and to enable them to ensure that the financial statements comply with the Industrial and Provident Societies Acts. The board is 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.

3	Corporation Taxation	2013	2012
		£	£
	U.K. corporation tax at 20% (2012 20%)	804	364
		<u>804</u>	<u>364</u>

Under section 487 Income Taxes Act 1988 the credit union is only liable to UK corporation tax on investments of its surplus funds.

Oxford Credit Union Limited

Notes to the accounts for the year ended 30th September 2013

4 Administrative expenses

	£	£
Salary costs	24,686	27,016
Employers NIC	1,325	1,719
Meeting and volunteer expenses	134	461
Rent and services	12,754	12,911
Printing, stationery, postage and telephone	2,892	3,421
Computer and communications costs	1,317	3,301
Depreciation of equipment	1,117	1,116
Loan and share insurance	3,838	3,875
Regulatory and ABCUL fees	1,669	1,383
Credit agency fees	586	632
Auditors' remuneration	3,390	4,056
Bank charges	0	6
Debit card scheme	350	350
Petty cash and miscellaneous expenses	271	400
Publicity and promotion	309	18
	<u>54,638</u>	<u>60,665</u>

5 Tangible fixed assets

	Equipment £	Total £
Cost		
At 1 October 2012	3,349	3,349
Additions in year	0	0
At 30 September 2013	3,349	3,349
Depreciation		
At 1 October 2012	2,232	2,232
Charge for year	1,117	1,117
At 30 September 2013	3,349	3,349
Net book value		
At 30 September 2013	0	0
At 1 October 2012	1,117	1,117

6 Reconciliation of movements in shareholders' funds

	2013 £	2012 £
Surplus/(deficit) for the financial year	4,079	(11,429)
Dividends	0	(1,329)
Shares issued in the year	<u>48,802</u>	<u>25,083</u>
Net addition to the shareholders' funds	52,681	12,325
Opening shareholders' funds	<u>319,360</u>	<u>307,035</u>
Closing Shareholders' funds	<u>372,041</u>	<u>319,360</u>

7 Reserves Movement

	General Reserve £	Unappropriated Reserve £
At start of year	2,785	4,635
Transfer from I&E account	816	3,263
Balance at year end	<u>3,601</u>	<u>7,898</u>

8 Dividends

No dividend is proposed in respect of the year ended 30 September 2013 (2012 NIL).

9 Lease commitments

At 30 September 2013 the Credit Union has a commitment of £7,425 under non cancellable operating leases which expire within 1 year (2012 commitment of £7,750 within 1 to 5 years).