MHSCCU

MEDICAL & HEALTH SERVICES CO-OPERATIVE CREDIT UNION

WHERE WE ARE FAMILY

25th ANNUAL GENERAL MEETING.



Theme

One cooperative, One vision.Advancing Members Welfare and Institutional Excellence

VENUE: NACCUG Head office, Bertil Harding Highway

DATE: November 21st, 2026

25th Annual General Meeting

Medical and Health Services Co-operative Credit Union Limited

"One Cooperative, One Vision: Advancing Members Welfare and Institutional Excellence"

Date	Saturday, 21 November 2026
Venue	NACCUG Head Office, Bertil Harding Highway

Introduction

Dear Members, Directors, Guests and Partners,

Welcome to the 25th Annual General Meeting of the Medical and Health Services Co-operative Credit Union (MHSCCU). The AGM is the platform on which the Board accounts to the members who own this Union: it is where we review the year, examine our financial position and agree the way forward together.

This booklet has been prepared to help you follow the proceedings. It brings together the Chairperson's address to the members and the Union's audited Annual Report and Financial Statements for the year ended 31 December 2025, prepared by Foresight Accountancy and Audit Partners. We encourage you to read both before and during the meeting, and to come ready to ask questions and take part in the deliberations.

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CHAIRPERSON'S REPORT

25th Annual General Meeting of the Medical and Health Services Co-operative Credit Union

The Registrar of Cooperatives, the CEO of NACCUG, distinguished representatives from sister Credit Unions, distinguished members, fellow Board of Directors, invited guests, ladies and gentlemen, and the media fraternity, good morning and welcome to this 25th Annual General Meeting (AGM) of the Medical and Health Services Cooperative Credit Union.

It is both an honor and a privilege to stand before you today as Chairperson of the Board of Directors. I am deeply grateful for the confidence and trust members have placed in me throughout my service to this great institution.

Ladies and gentlemen, I want to remind ourselves that this event is a statutory requirement for good governance, accountability, and transparency, and is in line with the Company Law, which requires the Board to report to the members on the credit union's activities at an AGM.

The theme for this year's AGM, 'One Cooperative, One Vision: Advancing Member Welfare and Institutional Excellence,' is apt. It is a powerful statement of purpose, unity, commitment, and collective responsibility among cooperators. It speaks to the foundation on which a successful cooperative institution like ours should be built: togetherness, a shared vision, service to members, and a commitment to excellence.

We are not gathered here merely to present the Union's financial statements, review activities, or elect office bearers. It is an important opportunity for members to reflect on achievements, examine challenges, renew their commitment, and collectively chart a way forward.

This theme should remind us that a cooperative's strength does not rest solely on its leadership, management, or financial resources. Its real strength lies in the unity of its members, the clarity of its vision, the effectiveness of its governance, and the value it creates for those who own and depend on it.

My journey with the Board began in 2021, when I was elected to the Board and served from 2021 to 2023. In 2024, I was entrusted with the role of Chairperson of the Board, a position I continue to hold. Looking back, I am humbled by the progress we have achieved together and proud of the collective efforts that have strengthened our Credit Union.

Ladies and gentlemen, our success has not been the achievement of one individual. Rather, it is the result of a shared vision, dedicated leadership, committed management, hardworking staff, and loyal members who continue to believe in MHSCCU's values and mission.

During my tenure, the Board worked closely with Management to diversify and strengthen the institution's income streams. Recognizing the need to build long-term sustainability beyond

traditional lending activities, we embarked on strategic investment initiatives. One of the most significant milestones was the acquisition and investment in a high-class lodge expansion valued at D14,000,000, adding 24 rooms and an office. This investment represents not only an asset for the Credit Union but also a strategic income-generating venture that will contribute significantly to our financial growth and stability in the years ahead.

After reviewing the institution's human resource needs, staff retention challenges, and prevailing labor market conditions, the Board approved a 50% salary increase for employees. To further strengthen institutional capacity and support the achievement of strategic goals, the Board approved recruiting for key positions, including Internal Auditor, Marketing Officer, and Human Resource Officer.

The Board also recognized that the institution's long-term success depends on investing in its people. As part of our commitment to staff development and capacity building, we actively supported employees pursuing higher education at the University of The Gambia (UTG). Several staff members undertook undergraduate and postgraduate studies, enhancing their professional competencies and equipping them with the knowledge and skills needed to contribute more effectively to the Credit Union's growth and sustainability. This investment in human capital reflects our belief that a well-trained and empowered workforce is essential to delivering quality services and achieving organizational excellence.

Today, the institution has a total staff complement of 38 employees operating across 8 branches nationwide. The Credit Union has 8,914 members, with total savings of D268,442,721 as of 31st December 2025.

In addition, we expanded our outreach and accessibility for members by establishing a new branch in Tallinding. This achievement reflects our commitment to bringing financial services closer to our members and enhancing convenience, efficiency, and service delivery.

Furthermore, we secured an estate in Tujereng, laying a strong foundation for future development and expansion. This strategic acquisition demonstrates our determination to build a stronger asset base and create lasting value for both current and future generations of members.

These accomplishments illustrate our commitment to innovation, growth, and prudent stewardship of the resources entrusted to us.

I would like to pay special tribute to the management team and all staff members. Your professionalism, dedication, and resilience have been instrumental in turning strategic plans into tangible results. Together, we have navigated challenges, embraced opportunities, and upheld the principles of cooperation, accountability, and excellence.

To our Apex Body, NACCUG, I extend our sincere appreciation for your guidance, support, and advocacy for the cooperative movement. Your role in strengthening governance standards and promoting sustainable growth within credit unions across the country remains invaluable. The Credit Union will continue to contribute to the CFF Investment Fund and to seek your advice and

guidance to ensure financial sustainability and institutional growth.

To our business partners, thank you for your confidence in MHSCCU. Your collaboration has enabled us to expand opportunities, enhance our services, and create greater value for our members.

To our esteemed members, you remain the heart and soul of this institution. Every achievement recorded today is ultimately for your benefit. Your trust, loyalty, and active participation continue to inspire us to pursue higher standards and greater achievements.

As we look ahead, our focus remains clear. We will continue to strengthen corporate governance, enhance member services, embrace digital innovation, diversify our investments, and ensure sustainable growth while maintaining sound financial management. We are determined to position MHSCCU as a leading cooperative financial institution that delivers value, security, and opportunity for all members.

The future presents both opportunities and challenges. However, with the collective commitment of our members, Board, Management, staff, NACCUG, and business partners, I am confident that we will continue to grow stronger and achieve even greater milestones.

Let us therefore move forward with unity of purpose, guided by our shared vision and commitment to cooperative principles. Together, we can build a more prosperous, resilient, and sustainable Medical and Health Services Cooperative Credit Union.

On behalf of the Board of Directors, I thank you all for your unwavering support and dedication.

May our deliberations today be fruitful, constructive, and beneficial to the continued growth of our beloved Credit Union.

Finally, before leaving the podium, I want us to pay tribute to the late CEO Agnes Njie Gomez on her untimely passing. For over two decades, she dedicated herself to advancing MHSCCU; let us always remember her in our prayers.

May her gentle soul rest in eternal peace.

I THANK YOU ALL FOR YOUR KIND ATTENTION. MAY ALMIGHTY ALLAH BLESS MHSCCU AND THE GAMBIA.

Mrs. Horeja Saine
Chairperson, Board of Directors
Medical and Health Services Cooperative Credit Union (MHSCCU)

TREASURER'S REPORT

For the Financial Year Ended 31 December 2025

INTRODUCTION

Madam Chairperson, the Chief Executive Officer of NACCUG, the Registrar of Credit Unions, fellow Board Members, distinguished guests, members of MHSCCU, representatives of sister credit unions, members of the press, ladies and gentlemen, good morning.

Before I proceed with my report, I wish to extend my heartfelt condolences to the family of our late Chief Executive Officer of MHSCCU, Mrs Agnes Njie, the credit union fraternity, the staff and management of MHSCCU, and all members of our union. Her passing is a great loss to our institution and the entire credit union movement. May her soul rest in perfect peace.

It is my pleasure to present the Treasurer's Report on the audited financial statements of MHSCCU for the financial year ended 31 December 2025.

The year 2025 was characterised by significant growth in members' savings, a strong liquidity position, an expanded investment portfolio, recruitment of highly experienced and qualified personnel to strengthen our operations and internal control systems, and the acquisition of additional assets to improve service delivery to our members.

The year was, therefore, one of expansion, institutional strengthening and strategic investment. However, these investments came with increased operational costs, resulting in an operating deficit of approximately GMD 1.2 million, as reflected in the audited financial statements.

The deficit was mainly attributable to the recruitment of additional staff to respond to the growing demands of our members, adjustments in staff remuneration to align with prevailing market rates, increased depreciation arising from newly acquired assets, including Kaur Lodge, and higher administrative expenses.

Although we recorded growth in operating income during the year, the revenue generated from interest and other income was insufficient to absorb the significant increase in expenditure.

The Board and Management have carefully taken note of this performance and are committed to implementing appropriate measures to improve operational efficiency, strengthen revenue generation and control expenditure. We are confident that, with the right strategies and collective commitment, the Union will return to a surplus position in the coming years.

1.0 INTEREST INCOME

Interest income declined from GMD 22.09 million in 2024 to GMD 19.18 million in 2025, representing a decrease of approximately 13.2%, equivalent to GMD 2.91 million.

This decline was mainly attributable to the reduction in the loan portfolio, a decrease in interest-earning assets and lower lending interest rates.

Interest income remains one of the major sources of revenue for the Union and plays a critical role in ensuring its long-term financial sustainability.

In response to this decline, the Board has reviewed strategies aimed at improving lending rates, expanding the loan portfolio, strengthening loan recovery mechanisms and ensuring the effective utilisation of available funds.

It is worth noting that our lending rate of 12% per annum, equivalent to 1% per month, has remained unchanged for a considerable period. In view of the prevailing economic conditions and the need to improve our revenue base, the Board is considering a proposed increase in the lending rate from 12% to 15% per annum, subject to the approval of the General Body.

We believe this measure, alongside improved loan management and recovery, will contribute positively to the Union's financial performance.

2.0 SUNDRY INCOME

Sundry income increased from GMD 9.00 million in 2024 to GMD 10.80 million in 2025, representing an increase of approximately 20%, equivalent to GMD 1.80 million.

This growth was mainly attributable to service fees received from the NaNA NAFA Project.

The Board recognises and appreciates the partnership with NaNA and wishes to express its sincere gratitude for the confidence and trust placed in MHSCCU.

We assure NaNA that the Union remains committed to delivering quality and efficient services in accordance with the agreed expectations and standards. We look forward to strengthening this partnership and exploring further opportunities for collaboration.

3.0 NET OPERATING INCOME

Net operating income increased from GMD 28.11 million in 2024 to GMD 33.14 million in 2025.

This represents an increase of approximately GMD 5.04 million, equivalent to 17.9%.

This improvement reflects the positive contribution of sundry income, particularly the revenue generated from the NaNA NAFA Project.

Although the increase in net operating income is encouraging, the Board acknowledges that further efforts are required to strengthen our income-generating activities to ensure that revenue growth keeps pace with operational expenditure.

4.0 EXPENDITURE

Total expenditure increased from GMD 22.50 million in 2024 to GMD 34.36 million in 2025.

This represents an increase of approximately 52.68%, equivalent to GMD 11.85 million.

The significant increase in expenditure was mainly driven by higher personnel costs, administrative expenses and depreciation charges.

As highlighted in my introduction, the recruitment of additional qualified personnel, adjustments in staff remuneration to reflect prevailing market rates, and the acquisition of additional assets, including Kaur Lodge, contributed significantly to the increase in expenditure.

While these investments are necessary to strengthen institutional capacity and improve service delivery, the Board recognises the importance of maintaining a balance between institutional expansion and financial sustainability.

Going forward, Management will be expected to strengthen expenditure monitoring, improve cost efficiency and ensure that all resources are utilised prudently.

5.0 FINANCIAL PERFORMANCE – DEFICIT

For the financial year ended 31 December 2025, the Union recorded a deficit of approximately GMD 1.2 million.

This means that despite the 17.9% increase in net operating income, equivalent to approximately GMD 5.04 million, the Union was unable to absorb the 52.68% increase in total expenditure, equivalent to GMD 11.85 million.

The deficit was largely associated with the increased costs of institutional expansion, including the recruitment of additional personnel such as the Human Resource Officer, Internal Auditor, Marketing Officer and Kaur Lodge Manager.

Other contributing factors included adjustments in staff salaries to align with prevailing market rates, increased depreciation charges and higher administrative expenses.

The Board views these expenditures largely as investments in strengthening the institutional capacity of the Union and improving service delivery.

However, we are equally conscious that such investments must translate into improved productivity, increased revenue and better financial performance.

The Board and Management will therefore focus on improving income generation, strengthening cost control, expanding the loan portfolio responsibly and ensuring that our investments deliver the expected benefits.

Our ultimate objective is to restore the Union to a sustainable surplus position.

6.0 ASSETS

The Union recorded notable growth in its asset base during the year under review. The major movements in assets are highlighted below.

6.1 Cash and Bank Balances

Cash and bank balances increased from GMD 59 million in 2024 to GMD 99 million in 2025, representing an increase of GMD 40 million, equivalent to approximately 67%.

This significant improvement reflects the Union's strong liquidity position and its ability to meet financial obligations as they fall due.

Our sound liquidity position also enabled the Union to finance the construction of Kaur Lodge using internally generated funds without resorting to external borrowing.

This is a positive achievement, as it demonstrates our ability to mobilise and utilise members' funds to support strategic institutional investments.

6.2 Investments

To strengthen our financial position, ensure compliance with the applicable regulatory framework and generate additional income to support our operations, the Union increased its investment portfolio from GMD 7 million in 2024 to GMD 19 million in 2025.

This represents an increase of approximately GMD 12 million, equivalent to 187%.

The increase was mainly attributable to investments in CFF and Treasury Bills.

The Board remains committed to ensuring that available funds are invested prudently, with due consideration for liquidity, security and returns.

6.3 Loans to Members

Outstanding loans to members decreased from GMD 162 million in 2024 to GMD 146 million in 2025.

This represents a reduction of approximately GMD 17 million, or about 10%, based on the reported figures.

The reduction is largely attributable to the efforts made to strengthen loan recovery and ensure that members meet their loan repayment obligations consistently throughout the repayment period.

While effective loan recovery is essential to protecting members' funds, the Board also recognises the importance of maintaining a healthy and growing loan portfolio to improve interest income.

We will therefore continue to strengthen loan recovery while encouraging responsible borrowing and ensuring that members have access to affordable credit facilities.

6.4 Fixed Assets

Fixed assets increased from GMD 32 million in 2024 to GMD 45 million in 2025.

This represents an increase of GMD 13 million, equivalent to approximately 39%.

The increase was mainly due to the acquisition of vehicles and other operational assets during the year to strengthen our operational capacity and improve efficiency in service delivery.

These investments are expected to contribute positively to the Union's long-term growth and operational effectiveness.

7.0 LIABILITIES

Total liabilities increased from GMD 228 million in 2024 to GMD 273 million in 2025.

This represents an increase of GMD 45 million, equivalent to approximately 20%.

The increase was mainly attributable to the growth in members' savings, which increased from GMD 220 million in 2024 to GMD 268 million in 2025, representing a growth of approximately 22%.

This significant growth in members' savings demonstrates the confidence and trust that members continue to place in our institution.

Members' savings remain the backbone of our credit union. Without your savings and continued financial support, the Union would not be able to operate effectively, provide loans, make strategic investments or deliver the services expected of us.

I therefore wish to encourage all members to continue saving consistently and, where possible, increase their savings to secure their future financial needs.

Let me assure you that the Board and Management remain committed to safeguarding members' funds and ensuring that they are managed responsibly, prudently and transparently.

We value your trust and encourage you to continue making MHSCCU your preferred financial partner.

8.0 EQUITY

Total equity increased from GMD 41 million in 2024 to GMD 43 million in 2025.

This represents an increase of approximately GMD 1.8 million, equivalent to 4.43%.

One of the notable developments was the increase in ordinary share capital, which grew from GMD 15 million in 2024 to GMD 19 million in 2025, representing an increase of approximately GMD 4 million, or 24.86%, based on the reported figures.

The growth in equity is important as it strengthens the Union's capital base, enhances its financial stability and provides a stronger foundation for future growth and expansion.

The Board encourages members to continue supporting the Union through increased share contributions and consistent savings.

9.0 CONCLUSION

Madam Chairperson, distinguished guests and fellow members, the financial year 2025 was a year of significant institutional expansion, investment and strengthening of our operational capacity.

Although the Union moved from a surplus position in 2024 to a deficit of approximately GMD 1.2 million in 2025, this performance must be considered in the context of the strategic investments and expansion initiatives undertaken during the year.

We recorded significant growth in members' savings, strengthened our liquidity position, increased our investment portfolio and expanded our asset base. We also recruited qualified personnel to strengthen governance, internal controls, operational efficiency and service delivery.

These achievements demonstrate that MHSCCU remains a growing institution with a strong financial foundation.

However, the Board acknowledges that growth and expansion must be accompanied by sound financial management, effective cost control and sustainable revenue generation.

Going forward, our priorities will include:

- Strengthening income generation through responsible loan portfolio growth and improved lending strategies.
- Enhancing loan recovery and reducing outstanding loan arrears.
- Strengthening internal controls, governance and risk management.
- Improving operational efficiency and controlling administrative expenditure.
- Ensuring that our investments and newly acquired assets generate sustainable economic benefits.
- Maintaining members' confidence through transparency, accountability and effective service delivery.

I wish to sincerely thank our members for their continued trust, confidence and commitment to the Union. Your savings, share contributions and active participation remain the foundation of our success.

I also wish to appreciate the Board, Management and staff for their dedication and hard work throughout the year.

Once again, I encourage all members to continue saving with MHSCCU. Your money is important to us, and we remain committed to managing it responsibly, safeguarding your interests and providing quality financial services.

As we look ahead, let us remain united, committed and optimistic about the future of our Union.

Together, we can build a stronger, more sustainable and financially sound MHSCCU.

Thank you all for your kind attention.

MEDICAL AND HEALTH SERVICES CO-OPERATIVE CREDIT UNION

Annual Report and Financial Statements
for the year ended 31 December 2025

OCTOBER 2026

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General Information

Board of Directors

Mrs. Horejah Saine		Chairperson
Mr. Masirending Njie		Vice Chairperson
Mr. Karim S. Darboe		Treasurer
Mr. Abdou Aziz Ceesay		Secretary
Mr. Baboucarr N. Joof	up to 20th July 2025	Secretary
Mr. Peter Correa	up to 20th July 2025	Assistant Secretary
Mr. Sheriff Sisay	up to 20th July 2025	Member
Mr. Lamin Sawo		Member
Mr. Momodou A. Jawo		Member
Mrs. Anslick Jammeh		Member
Mr. Sheriffo Darboe	up to 20th July 2025	Member
Mrs. Isatou Ndimbalan	up to 20th July 2025	Member
Mr. Ebrima Saidyleigh	up to 20th July 2025	Member
Mr. Ebou Corr		Member
Mrs. Sosseh Saine		Member

Registered Office

Kanifing Institutional Area
Kanifing Municipality
The Gambia

Auditors

Foresight Accountancy and Audit Partners
Chartered Certified and Management Accountants
50 Garba Jahumpa Road
Bakau
P O Box 781
Banjul

Bankers

Guaranty Trust Bank
Kairaba Avenue
Serrekunda, Kanifing Municipality
The Gambia

Trust Bank (G) Limited
ECOWAS Avenue
Banjul
The Gambia

Five-Year Financial Summary

	2025	2024	2023	2022	2021	2020
Balance sheet	**GMD**	**GMD**	**GMD**	**GMD**	**GMD**	**GMD**
Assets						
Property, Plant and equipment	45,117,296	32,661,486	22,206,292	19,456,227	17,255,790	12,669,453
	45,117,296	**32,661,486**	**22,206,292**	**19,456,227**	**17,255,790**	**12,669,453**
Current Assets						
Investments Control	19,068,609	6,634,284	11,317,226	6,234,563	6,183,404	6,221,807
Debtors	145,535,066	162,909,928	179,562,892	159,892,617	100,855,805	47,750,558
Cash and Bank Balance	98,983,931	59,264,278	21,072,096	14,450,105	34,508,281	15,604,728
Stock	7,101,979	7,583,129	7,484,479	-	-	-
Total Current Asset	**270,689,585**	**236,391,619**	**219,436,694**	**180,577,285**	**141,547,490**	**69,577,093**
Total Asset	**315,806,881**	**269,053,105**	**241,642,986**	**200,033,512**	**158,803,280**	**82,246,546**
Equity						
Ordinary Share Capital	18,981,042	15,201,924	11,870,177	8,180,458	5,155,595	5,311,729
Statutory Reserve Fund	5,985,737	5,985,737	4,584,073	3,306,894	3,368,121	1,641,959
Building Fund	4,070,952	4,523,280	4,525,420	4,741,636	4,320,842	4,223,660
Accumulated Fund	13,610,784	15,116,756	11,565,415	6,451,514	7,278,752	3,195,000
Share Redemption Reserve	280,333	280,333				
Total equity	**42,928,848**	**41,108,030**	**32,545,084**	**22,680,502**	**20,123,310**	**14,372,348**
Liabilities						
Members savings	260,206,043	216,069,908	203,217,911	172,074,711	138,008,246	67,593,371
Sundry Creditors	12,671,990	11,875,167	5,879,991	5,278,299	671,724	280,827
Total liabilities	**272,878,033**	**227,945,075**	**209,097,902**	**177,353,010**	**138,679,970**	**67,874,198**
Total liabilities and equity	**315,806,881**	**269,053,105**	**241,642,986**	**200,033,512**	**158,803,280**	**82,246,547**
Income statement						
Interest income	19,176,400	22,090,564	19,156,963	16,631,007	13,828,239	7,830,038
Interest expense	(660,742)	(661,424)	(636,343)	(1,165,355)	-	(1,210,616)
Net interest income	**18,515,658**	**21,429,140**	**18,520,619**	**15,465,652**	**13,828,239**	**6,619,422**
Sundry Income	10,799,032	8,998,060	6,682,486	2,974,060	2,420,925	713,484
Total Income after Interest Expense	**29,314,690**	**30,427,200**	**25,203,106**	**18,439,712**	**16,249,164**	**7,332,906**
Credit loss expense	3,834,399	(2,318,522)	(364,892)	(1,001,776)	(1,031,951)	(1,607,067)
Net operating income	**33,149,089**	**28,108,678**	**24,838,214**	**17,437,936**	**15,217,213**	**5,725,839**
Operating expenses						
Personnel costs	(15,245,897)	(8,787,475)	(7,484,511)	(6,748,122)	(5,381,432)	(1,023,938)
Administrative expeses	(16,412,645)	(11,680,587)	(10,547,356)	(9,827,424)	(8,442,106)	(3,483,282)
Depreciation	(2,697,886)	(2,033,962)	(1,697,632)	(971,668)	(979,314)	(59,945)
Total operating expenses	**(34,356,429)**	**(22,502,024)**	**(19,729,499)**	**(17,547,214)**	**(14,802,852)**	**(4,567,165)**
Net surplus/(deficit) for the year	**(1,207,340)**	**5,606,654**	**5,108,715**	**(109,278)**	**414,361**	**1,158,674**

Performance Ratios

Ratio Description	Year 2025	Year 2024	Recommend Standard	Year 2025	Year 2024
Gearing Ratio			Max 5%	0	0
General Reserve Ratio					
Total Reserve	19,596,521	21,102,493			
Total Assets	315,806,881	269,053,105	10%	6%	8%
Liquidity Ratio					
Cash and Bank Balance	98,983,931	59,264,278			
Members Savings	260,206,043	216,069,908	15-40%	38%	27%
Loans to Savings Ratio					
Loans Outstanding	145,535,066	153,919,718			
Members Savings	260,206,043	216,069,908	Max 80%	56%	71%
Savings to Assets Ratio					
Members Savings	260,206,043	216,069,908			
Total Assets	315,806,881	269,053,105	Max 80%	82%	80%
Non-earning Assets Ratio					
Fixed Assets	45,117,296	32,661,486			
Total Assets	315,806,881	269,053,105	Max 5%	14%	12%
Operational Self Sufficiency					
Total Income	29,975,432	31,088,624			
Total Expenditure	34,356,428	22,502,024	Min 120%	87%	138%
Management Expenses to Total Expense					
Total Expenses excluding Interest	35,017,171	21,840,600			
Total Income	29,975,432	31,088,624	Max 60%	117%	70%
Staff/Personnel Cost to Income Ratio					
Personnel Cost	15,245,897	8,787,475			
Total Income	29,975,432	31,088,624	Max 15%	51%	28%
Loan Loss Reserve Ratio					
Loan Loss Reserve	1,612,745	5,447,144			
Loan Outstanding	147,147,811	159,366,862	Greater than 5%	1%	3%
Portfolio at Risk					
Total Loans past due date	4,979,942	5,163,051	Max 5%	3%	3%
Gross Loan Portfolio	147,147,811	159,366,862			
Shares to Total Asset Ratio					
Members Shares	18,981,042	18,981,042			
Total Assets	315,806,881	269,053,105	5%	6%	7%
Returns on Assets					
Surplus	(1,207,340)	5,606,654			
Total Assets	315,806,881	269,053,105	Greater than 1%	-0.38%	2.08%
CFF Investment To Savings					
CFF Investment	6,933,147	4,311,820			
Members Savings	260,206,043	216,069,908	10%	3%	2%
Ordinary Share 2 Holding in NACCUG					
Ordinary Share 2 Investment in Naccug	2,670,142	1,591,045			
Statutory Reserve	5,985,737	5,985,737	100%	45%	27%
Ordinary Share 1 Holding in NACCUG			Min 2	2	2

Medical and Health Services Co-Operative Credit Union
Board of Director's Report
For The Year Ended 31st December 2025

The directors present their report and financial statement for the year ended 31st December 2025.

Statement of directors' responsibilities

Company law 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 company and of the profit or loss of the company for that year. 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 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 company 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 company and to enable them to ensure that the financial statements comply with the Companies Act 2013 and Non-Bank Financial Institution Act, 2016.

They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Principal Activities

The principal activities of the Union continue to be the promotion of savings by members in the
form of shares, savings and the granting of loans to members in accordance with the Co-operative Act 1990.

Results for the year and dividend

The results for the year are as presented in the accompanying financial statements. The Directors have not declared any payment of dividend on shares and interest on Saving during the year 2025.

Going Concern

The Directors have made an assessment of the Medical and Health Service Co-operative Credit Union's (MHSCCU) ability to continue as a going concern and have no reason to believe the credit union will not remain going concern in the year ahead.

Significant changes in fixed asset

Changes in fixed assets is provided under note 17 of the financial statements.

Medical and Health Services Co-Operative Credit Union
Board of Director's Report (cont.)
For The Year Ended 31st December 2025

Post Balance Sheet events

There were no significant events after the balance sheet date end which could affect the results or financial position of the Credit Union.

Directors and directors' interest

The directors who held office during the year are shown on page 2.

Under the Credit Union's Bylaws, the term of office for board members is three years. Retiring board members are eligible for re-election, but no director shall serve more than two (2) consecutive regular terms. This excludes any period in office served by virtue of being co-opted to fill in a casual vacancy.

The directors who held office during the year have the following beneficial interests in the Shares of the Credit Union:

	Number of Shares	
	31st Dec. 2025	**31st Dec. 2024**
Mrs. Horeja Saine	12	10
Mr. Masirending Njie	13	11
Mr. Baboucarr N. Joof	13	11
Mr. Ebou Corr	13	10
Mrs. Anslick Jammeh	13	10
Mr. Abdoulie Azziz Ceesay	33	31
Mr. Sheriff Sisay	22	19
Mrs. Isatou Ndimballan	59	26
Dr. Lamin Sawo	13	10
Mr. Momodou A. Jawo	13	10
Mr. Sheriffo Darboe	13	10
Mr. Peter Correa	11	10
Mrs. Sosseh Saine	13	10
Mrs. Agnes Njie Gomez	91	22
Mr. Karim S. Darboe	6	4
Mr. Lamin P. Fofana	-	17
Mr. Malang N. Fofana	-	42
Mrs. Fatou EH Jarra	-	10
Mr. Ebrima Saidyleigh	-	7
	338	**280**

Medical and Health Services Co-Operative Credit Union Limited
Annual Report and Financial Statements
For the year ended 31st December 2025

Medical and Health Services Co-Operative Credit Union
Board of Director's Report (cont.)
For The Year Ended 31st December 2025

Auditors

The auditors, Foresight Accountancy and Audit Partners, have indicated their willingness to continue in office in accordance with Section 342(2c) of the Companies Act 2013.

By order of the Board of Directors

Secretary.....

Dated this 28th day of October 2026

Independent Auditors' Report
To The Board of Directors of The Medical and Health Services Co-Operative Credit Union
For The Year Ended 31ST December 2025

Opinion

We have audited the financial statements of Medical and Health Services Co-Operative Credit Union (MHSCCU), which comprise the financial position as at 31st December 2025, the Income Statement, Statement of Changes in Equity and Statement of Cash Flows for the year then ended and the notes to the financial statements, including a summary of significant accounting policies. In our opinion, the accompanying financial statements give a true and fair view of its Financial Position, Performance and its Cash Flows for the year then ended in accordance with Generally Accepted Accounting Principles (GAAP) and have been properly prepared in accordance with the Companies Act 2013, Co-operatives Societies Act CAP 50:02 of the 1990 Edition and the Non -Bank Financial Institutions Act 2016.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). 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 International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in The Gambia and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprises the General Information and Report of the Directors as required by the Companies Act 2013 and Co-operatives Societies Act CAP 50:02 of the 1990 Edition. The other information does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not and will 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, based on the work we have performed, we concluded that there is a material misstatement of this other information; we are required to report that fact. *We have nothing to report*.

Independent Auditors' Report (cont.)
To The Board of Directors of The Medical and Health Services Co-Operative Credit Union
For The Year Ended 31ST December 2025

Responsibilities of Management and those Charged with Governance for the Financial Statements.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with GAAP and Co-operative Societies Act and for such internal control as management determines 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, management is 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 management either intends to liquidate the Credit Union or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Credit Union's financial reporting process.

Auditor's Responsibilities for 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 will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in 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, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identified and assessed the risks of material misstatement of the financial statements, whether due to fraud or error, designed and performed audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our 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.

Independent Auditors' Report (cont.)
To The Board of Directors of The Medical and Health Services Co-Operative Credit Union
For The Year Ended 31ST December 2025

- Obtained 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.

- Evaluated the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Concluded on the appropriateness of management's 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 we concluded that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Credit Union to cease to continue as a going concern.

- Evaluated 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 fair presentation.

We communicated 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 we identify during our

FORESIGHT
FORESIGHT ACCOUNTANCY AND AUDIT PARTNERS
Chartered Certified and Management Accountants
Registered Auditors
50 Garba Jahumpa Road
Bakau New Town
The Gambia

FORESIGHT ACCOUNTANCY AND AUDIT PARTNERS
SIGN:
29-10-26

Dated 24th October 2026

Medical and Health Services Co-Operative Credit Union
Income and Expenditure Statement
For the year ended 31st December 2025

	Notes	31st Dec.2025 GMD	31st Dec.2024 GMD
Turnover:			
Interest Income	7	19,176,400	22,090,564
Interest Expense	8	(660,742)	(661,424)
Net Interest Income		**18,515,658**	**21,429,140**
Sundry Income	9	10,799,032	8,998,060
Total Income after Interest Expense		**29,314,690**	**30,427,200**
Credit Loss	14	3,834,399	(2,318,522)
Net Operating Income		**33,149,089**	**28,108,678**
Expenditure:			
Personnel Cost	10	(15,245,897)	(8,787,475)
Administrative Expenses	11	(16,412,645)	(11,680,587)
Depreciation	17	(2,624,913)	(1,902,970)
Amortisation	26	(72,973)	(130,992)
Total Expenditure		**(34,356,429)**	**(22,502,024)**
(Deficit)/Surplus for the Year		**(1,207,340)**	**5,606,654**

The Accounting Polices and notes on pages 15 to 37 form and integral part of these financial statements and should be read in conjunction with these financial statements

Medical and Health Services Co-Operative Credit Union
Statement of Financial Position
As at 31st December 2025

	Notes	31st Dec.2025 GMD	31st Dec.202- GMI
Assets			
Cash and Bank Balances	12	98,983,931	59,264,27[illegible]
Investments	13	19,068,609	6,634,28[illegible]
Debtors	14	145,535,066	162,336,92[illegible]
Property, Plant and Equipment	17	44,949,342	32,432,55[illegible]
Other Receivables	15	-	573,00[illegible]
Stock	16	7,101,979	7,583,12[illegible]
Intangible Assets	2/I./6	167,954	228,927
Total Assets		**315,806,881**	**269,053,105**
Liabilities			
Members Savings	18	260,206,043	216,069,908
Sundry Creditors	19	12,671,990	11,875,167
Total Liabilities		**272,878,033**	**227,945,075**
Equity			
Members Shares	SOCE	18,981,042	15,201,924
Statutory Reserve Fund	SOCE	5,985,737	5,985,737
Accumulated Fund	SOCE	13,610,784	15,116,756
Building Fund	SOCE	4,070,952	4,523,280
Share Redemption Reserve	SOCE	280,333	280,333
Total Equity		**42,928,848**	**41,108,030**
Total Equity and Liabilities		**315,806,881**	**269,053,105**

The financial statements were approved by the Board of Directors on ..... 2026, and signed on their behalf by:

.....Board Chairperson Date: 28th October, 2026

.....Treasurer Date: 28th October, 2026

The Accounting Polices and notes on pages 15 to 37 form and integral part of these financial statements and should be read in conjunction with these financial statements

Medical and Health Services Co-Operative Credit Union
Statement of Cashflow
For the year ended 31st December 2025

	Notes	31st Dec.2025 GMD	31st Dec.2024 GMD
Operating activities:			
Surplus for the Year		(1,207,340)	5,606,654
Depreciation		2,624,913	1,902,970
Amortization		72,973	130,992
Prior year adjustment		-	(373,316)
		1,490,546	**7,267,300**
Working Capitals:			
Decrease/ (Increase) in Debtors		16,801,862	16,652,964
Increase in Sundry Creditors		796,823	5,995,177
Increase/ (Decrease) in Building Fund		(452,328)	(2,140)
Increase in Members Saving		44,136,135	12,851,997
Decrease/(Increase) in Stock		1,054,150	(98,650)
Prior year adjustments		(298,633)	-
Net Cash from Operating activities		**63,528,555**	**42,666,648**
Investing Activities:			
(Increase)/ Decrease in Investments		(12,434,325)	4,682,945
Tangible/Intangible Fixed Asset Addition		(15,153,696)	(12,489,159)
Net Cash from Investing activities		**(27,588,021)**	**(7,806,214)**
Financing Activities:			
Increase in Members Share		3,779,118	3,331,747
Net Cash from financing activities		**3,779,118**	**3,331,747**
Net Cash Inflow during the year		**39,719,654**	**38,192,181**
Cash and cash equivalent as at 1st January		59,264,278	21,072,097
Cash and cash equivalent as at 31st December		**98,983,931**	**59,264,278**

The Accounting Polices and notes on pages 15 to 37 form and integral part of these financial statements and should be read in conjunction with these financial statements

Medical and Health Services Co-Operative Credit Union
Statement of Changes in Equity
for the year ended 31st December 2025

	Ordinary shares	Statutory Reserve Fund	Retained Earnings	Building Funds	Share Redemption Reserve	Dividend Paid	Total
	GMD	GMD	GMD		GMD	GMD	GMD
Balance at 1st January 2025	**15,201,924**	**5,985,737**	**15,116,756**	**4,523,280**	**280,333**		**41,108,030**
							-
Issue of shares	**3,779,118**						**3,779,118**
Net surplus for the year			**(1,207,339)**				**(1,207,339)**
Redemption of shares							-
Dividend on ordinary shares							-
Transfer 25% of Surplus for the year							-
Transfer of Building Fund to Revenue				**(452,328)**			**(452,328)**
Prior year adjustment			**(298,633)**				**(298,633)**
Balance at 31st December 2025	**18,981,042**	**5,985,737**	**13,610,784**	**4,070,952**	**280,333**	-	**42,928,848**
Issue of shares	**11,870,177**	**4,584,073**	**11,565,415**	**4,525,420**	-		**32,545,085**
Net Movement in Share Capital	**3,331,747**						**3,331,747**
Net surplus for the year			**5,606,654**	-			**5,606,654**
Redemption of shares	-		**(280,333)**		**280,333**		**0**
Dividend on ordinary shares			**(73,644)**			**73,644**	**0**
Transfer of Surplus for the year		**1,401,664**	**(1,401,664)**				-
Transfer 5% of Surplus for the year							-
Amount Release to income				**(2,140)**			**(2,140)**
Prior year adjustment		-	**(299,672)**				**(299,672)**
Balance at 31st December 2024	**15,201,924**	**5,985,737**	**15,116,756**	**4,523,280**	**280,333**	**73,644**	**41,181,674**

The Prior year adjustment is in respect of the opening balance differences between the general Ledger and the 2024 signed financial statements in respect the Statutory Reserve and Accumulated Fund balances thus prior year adjustment was passed to agree the audited financial statements with the general ledger going forward.

The Accounting Polices and notes on pages 15 to 37 form and integral part of these financial statements and should be read in conjunction with these financial statements

Ordinary Share Capital

MHSCCU may issue an unlimited number of ordinary shares and may at its option and with the approval of the directors redeem its shares. The shares have a par value of D600 per share and each member shall hold a minimum of one share and shall subscribe to one additional new share each year. There are no restrictions on the number of ordinary shares that may be held by a member shareholder except that a member may not subscribe to more than one new ordinary shares of MHSCCU each year. The holders are entitled to receive dividends as declared from time to time. Each ordinary shareholder is entitled to one vote at the Annual General Meeting or Special Meeting.

The shares can only be redeemed when the shareholder ceases to be a member and close all accounts held to the Union. The par value of the shares and any unpaid dividend is paid to the shareholder net of any liabilities owed to the Union. In the event of liquidation, dissolution or winding up, all shareholders participate equally in the residual net surplus of MHSCCU after paying off creditors.

Statutory Reserve

The Statutory reserve fund represents transfers made from the Union's net profit for the over the years. Section 37 of the Co-operatives Societies Act 1990 provides for at least 20% of the Union's net profit to be transferred to the statutory reserve fund. The board has adopted the policy to transfer 25% of net profits to the statutory reserve which is more than the minimum amount required by the above act. The statutory reserve fund is distributable to shareholders upon liquidation of the Union.

Share Redemption Reserve

Sub-section 5.4.2 of the approved Compliance Framework requires that CU maintaining a Shares Redemption Reserve shall transfer at least 5% of its annual surplus to the account to SRR. The value of closed members' shares shall be refunded from this account by way of transfer equal to the value of the member's shares from the SRR to the ordinary share capital.

Building Fund

The building fund represents members' contributions towards the building of the Union's head office building. Since the Building is completed, every year, an amount equal to the depreciation charged is amortised as grant income to income statement. Annual contributions subsequent to the completion of the building are directly taken into the income statement as other income.

	GMD	GMD
Balance B/F	4,523,280	4,525,420
Amount Released to Revenue	(452,328)	(2,140)
	4,070,952	**4,523,280**

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements.)

1. Corporate Information

The Medical and Health Services Co-Operative Credit Union (MHSCCU), was registered on 23rd July 2003 and domiciled in The Gambia. The registered address of the Credit Union is Kanifing Institutional Layout, Kanifing Municipality, The Gambia.

The principal activities of the Union continues' to be the promotion of savings by members in the form of shares, savings and the granting of loans to members in accordance with the Co-operative Act 1990.

2. Basis of preparation

The financial statements have been prepared on a historical cost basis. The financial statements are presented in Gambian Dalasi (GMD) and all values are rounded to the nearest dalasi, except when otherwise indicated.

3. Statement of compliance

The financial statements have been prepared in accordance with Generally Accepted Accounting Principles, requirements of the Companies Act 2013, Co-operatives Societies Act CAP 50:02 of the 1990 Edition and also the Non-Bank Financial Institutions Act 2016.

4. Presentation of financial statements

The Credit Union presents its balance sheet in order of liquidity. Financial assets and financial liabilities are generally reported gross in the balance sheet. They are only offset and reported net when, in addition to having an unconditional legally enforceable right to offset the recognized amounts without being contingent on a future event, the parties also intend to settle on a net basis in all of the following circumstances:

- The normal course of business;
- The event of default;
- The event of insolvency or bankruptcy of the Credit Union and/or its counterparties.

5. Summary of significant Accounting Policies

5.1 Foreign currency translation

5.1.1 Functional and presentational currency

These financial statements are presented in Gambian Dalasi (GMD), which is the Credit Union's functional and presentation currency.

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements.) (cont.)

5.1.2 Transactions and balances

Transactions in foreign currencies are translated to Dalasi at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated to Dalasi at the exchange rate ruling at that date. Foreign exchange differences arising on translation are recognized in the income statement. Non-monetary assets and liabilities denominated in foreign currencies, which are historical cost, are translated to Dalasi at the foreign exchange rate ruling at the date of the transaction.

5.2 Recognition of income and expenses

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Credit Union and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized.

5.2.1 Interest and similar income and expense

Interest revenue is generally recognized when future economic benefits of the underlying assets will flow to the entity and it can be reliably measured. It is income derived from use of an entity's assets and hence the interest is mostly dependent on the underlying agreement.

Interest earned comprises of interest on loans, treasury bills and other instruments and is accounted for on an accrual basis. In respect of loans, recognition of interest income ceases when payment of interest or principal is in doubt and any interest already recognized during that accounting period is reversed. Interest is thereafter included in income only when received.

Interest expense relates to payments made on member's deposits based on rates set by the Board from time to time.

5.2.2 Dividends - income and expense

Dividend income is recognized when the Credit Union's right to receive the payment is established, which is generally when the shareholders approve the dividend.

Dividend expense is recognized when the Members' right to receive the payment is established, which is generally when the directors approve the dividend.

5.2.3 Other income

This income line comprises of members' annual dues, entrance fees, bad debts recovered and sundry income. Income is recognized when due.

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements.) (cont.)

5.3 Cash and cash equivalents

Cash and local bank balances included in the balance sheet comprises cash in hand, balances held with banks and credit unions.

5.4 Investments

Treasury bills, equity and bank deposits are stated at cost. Credit is taken for related income in the period it accrues.

5.5 Debtors

These comprise of loans given to members. These are initially measured at fair value.

Loans and advances are stated after deduction of applicable unearned income and provisions for possible credit losses. Provision for bad and doubtful debts are held in respect of loans and advances taking into consideration both specific and general risks.

Provision against loans and advances are based on an appraisal of the loan portfolio. Specific provisions are made where the repayment of identified loans is in doubt and reflect an estimate of the amount of loss expected.

Provisions made during the year less amounts released and recoveries of advances previously written off are charged as a separate amount in the profit and loss account.

Bad debts are written off from time to time as determined by management and approved by the Board of Directors when it is reasonable to expect that the recovery of the debt is unlikely. Bad debts are written off against the provisions for bad and doubtful debts if a provision for bad and doubtful debts had previously been recognized. If no provision had been recognized, the write-offs are recognized as expenses in the income statement.

5.6 Property and equipment

Property and equipment are initially recorded at cost and subsequently measured at cost less accumulated depreciation and any accumulated impairment (losses), with the exception of land which is not depreciated. Depreciation is recognized in net income and is provided on a straight-line basis over the estimated useful life of the assets as follows:

Buildings	2%
Computer equipment	20%
Office equipment	15%
Office furniture	15%
Motor vehicles	20%

Depreciation methods, useful lives and residual values are reviewed annually and adjusted if necessary.

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements.) (cont.)

Subsequent costs are included in the asset's carrying amount or are recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Credit Union and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Property and equipment is derecognized on disposal or when no future economic benefits are expected from its use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is recognized in other operating income in the income statement in the year the asset is derecognized.

5.7 Intangible assets – software

Software acquired by MHSCCU is classified as an intangible asset and is measured at cost less accumulated depreciation and accumulated impairment losses. Amortization is recognized in net income and is provided on a straight-line basis over the estimated useful life of the assets as follows:

Software	10%

Amortization methods, useful lives and residual values are reviewed annually and adjusted if necessary.

Subsequent expenditure on software assets is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is expensed as incurred.

Software is derecognized on disposal or when no future economic benefits are expected from its use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is recognized in other operating income in the income statement in the year the asset is derecognized.

5.8 Impairment of assets

Assets that have an indefinite useful life are not subject to amortization and are tested for impairment. Assets that are subject to amortization are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount.

The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows.

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements.) (cont.)

5.9 Members' fund
All member funds are initially measured at fair value, net of any transaction costs directly attributable to the issuance of the instrument.

5.10 Sundry creditors
These comprise of deferred income, accruals and trade payables. Sundry creditors are measured at fair value.

5.11 post-employment benefits - defined contribution plan
A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior reporting periods. Obligations for defined contribution pension plans are determined by the amounts to be contributed and recognized as expense in profit or loss when they are due in respect of service rendered before the end of the reporting period.

The Credit Union contributes to the Social Security and Housing Finance Corporation's administered Provident Fund Scheme, wherein the employer contributes 10% of the employee's basic salary and the employee contributes 5% of his/her basic salary.

5.12 Provisions
A provision is recognized if, as a result of a past event, the Credit Union has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. The provisions are reviewed at the end of each reporting period.

5.13 Members' shares
Membership shares are classified as liabilities or as member equity according to their terms. Where shares are redeemable at the option of the member, either on demand or on withdrawal from membership, the shares are classified as liabilities. Where shares are redeemable at the discretion of the credit union board of directors, the shares are classified as equity.

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements.) (cont.)

6. Significant accounting judgements, estimates and assumptions

The preparation of the Credit Union's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods. In the process of applying the Credit Union's accounting policies, management has made various judgements. Those which management has assessed to have the most significant effect on the amounts recognized in the financial statements have been discussed briefly below.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are also briefly described below. The Credit Union based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Credit Union. Such changes are reflected in the assumptions when they occur.

The following are items which require significant estimates, judgement and assumptions:

• Going concern assessment;

• Assessment of the useful lives and residual values of fixed assets;

• Assessment of provision for bad and doubtful debts;

• Assessment for impairment of assets.

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements.) (cont.)

	31st Dec.2025 GMD	31st Dec.2024 GMD
7. Interest Income		
Members Loan	17,671,291	21,815,856
Investment on Investment	1,505,109	242,057
Saving Bank Account	-	32,651
	19,176,400	**22,090,564**
7.1 Members Loan		
Interest Received on Special Loan	14,433,665	18,524,256
Interest Received on Staff Loan	286,602	200,112
Interest Received on Charge Off	158,238	(84,678)
Interest Received on Emergency Loan	833,970	1,167,226
Interest Received on Tobaski Loan	1,050,185	703,069
Interest Received on Consumer Loan	574,640	937,650
Interest Received on School Fees loan	67,448	136,100
Interest Received on SME Loan	199,054	232,121
Interest Received on Overdraft Loan	550	-
Interest Received on Staff Consumer Loan	4,486	-
Interest Received on Staff Emergency	1,636	-
Interest Received on Staff Festive Loan	60,817	-
	17,671,291	**21,815,856**
7.2 Interest on Investment		
Interest on CFF Investment	121,327	145,810
Interest on Bank Savings Account	203,059	-
Interest on Investment	1,101,000	49,500
Dividend Received on Shares	79,723	46,747
	1,505,109	**242,057**
8. Interest Expenses		
Interest paid on deposit	-	496,622
Interest on External Borrowing	34,099	164,802
Bank Charges	626,643	-
	660,742	**661,424**

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements) (cont.)

		31st Dec.2025 GMD	31st Dec.2024 GMD
9. Sundry Income			
Service fees from Nana NaFa Project **		5,641,570	2,702,150
Passbook Income		21,250	7,500
Ledger Fee		783,050	614,900
Building Fund- Contribution and amount released		2,554,052	2,222,356
Annual Dues Received		1,067,400	987,849
Bad Debt Recovered	9.1	91,049	60,221
Income from Kaur Lodge		95,450	-
Profit from Consumer Goods		283,200	-
Other Income	9.2	262,011	2,403,084
		10,799,032	**8,998,060**

** This is in respect of income from the payment service contract with NaNA in respect of the cash transfer program funded through the RISE Project Social Protection Component.

9.1 Bad Debt Recovered		
Bad Debt Recovered Special Loan	78,349	32,389
Bad Debt Recovered Staff Loan	-	4,472
Bad Debt Recovered on Charge-Off	12,700	18,924
Bad Debt Recovered Emergency Loan	-	4,436
	91,049	**60,221**

9.2 Other Income		
Entrance fee	99,600	84,550
Overdraft fee	128,600	65,300
Account Closure Fee	30,600	-
Account Re- Opening Fee	2,000	-
Other Income	1,211	2,240,234
Proceeds from Asset disposal	-	13,000
	262,011	**2,403,084**

10. Personnel Cost		
Salary/ Wages	13,832,740	8,128,064
Staff Overtime	74,375	18,000
Allowance	237,500	121,000
Employer 10% NPF SSHFC	789,467	3,675
Employer 1% ICF SSHFC	4,530	7,500
Staff Provisions	129,785	97,660
Transport Allowance	7,500	-
Wages	35,000	411,576
Security Expenses	135,000	-
	15,245,897	**8,787,475**

Medical and Health Services Co-Operative Credit Union

Notes (forming part of the financial statements - Cont.)

		31st Dec.2025 GMD	31st Dec.2024 GMD
11. Administrative Expenses			
Board and committee expenses	11.1	2,051,028	1,513,180
Credit union related costs	11.2	1,863,676	2,796,023
Motor Vehicle Running Cost	11.3	1,220,745	991,117
Printing & Stationery		1,068,772	414,900
Transport Expenses		57,200	-
Advertisement		34,500	-
Security Expenses		-	135,000
Bank charges		-	401,938
Maintenance equipment		-	46,900
Annual general meeting expenses		330,948	365,984
Communication Expenses	11.4	808,750	176,600
Miscellaneous expenses		298,544	123,272
Expenses on Trekking	11.5	3,149,643	1,678,517
Corporate social Responsibility		76,600	3,000
Building Maintenance		333,390	97,835
Staff Training		586,476	192,158
Generator Maintenance		18,450	20,300
Office Cleaning		56,620	17,525
Kuar Lodge Expenditures		87,700	-
Fuel and Oil Generator		244,100	166,800
Fire Insurance		882,472	-
Electricity		620,500	585,500
Audit fee		160,000	160,000
Internet Subscription		910,643	-
Routers		86,500	-
Equipment Maintenance		182,250	-
International Travel		491,253	811,143
Rental Expenses		337,000	347,800
Dividend Paid on Shares		-	73,644
Other Expenses		379,885	272,645
Legal Fees		75,000	175,000
Consultancy Fee		-	25,000
Bad Debts Expenses		-	88,805
		16,412,645	**11,680,587**

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements - Cont.)

	31st Dec.2025 GMD	31st Dec.2024 GMD
11.1 Board and committee expenses		
Board expenses	516,460	714,030
Executive committee expenses	810,300	464,050
Loans committee expenses	-	78,125
Special Committee expenses	-	13,500
Nomination Committee expenses	59,450	33,000
Supervisory committee expenses	165,500	73,525
Board & Other Committees Capacity Building	499,318	136,950
	2,051,028	**1,513,180**
11.2 Credit union related costs		
Annual dues – NACCUG	600,000	600,000
Annual license -ABACUS software	333,676	316,664
Internet Subscription	130,000	1,179,359
LSGS Premium	800,000	700,000
	1,863,676	**2,796,023**
11.3 Motor Vehicle Running Cost		
Fuel Motor Vehicle	491,500	454,500
Maintenance Motor Vehicle	485,407	445,479
Motor Vehicle Insurance	243,838	91,139
	1,220,745	**991,118**
11.4 Communication Expenses		
Telephone	733,850	145,000
Staff CUG Expenses	74,900	31,600
	808,750	**176,600**
11.5 Trekking Expenses		
Mis. Expenses on Trekking	389,155	189,345
RISE Project Trekking allowance	2,760,488	1,489,172
	3,149,643	**1,678,517**

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements - Cont.)

	31st Dec. 2025 GMD	31st Dec.2024 GMD
12. Bank and Cash Balance		
Current A/C Trust Bank Ltd	44,024,245	39,577,340
Savings A/C Trust Bank Ltd	19,787,940	5,383,492
Current A/C GT Bank Ltd	20,108,791	11,123,449
Savings A/C GT Bank Ltd	10,049,755	28,899
Savings A/C SCB	-	100,000
Current A/C Zenith Bank	-	30,000
Cash in Hand	4,928,485	3,021,098
CU Wallet	84,715	-
	98,983,931	**59,264,278**
12.1 **Cash in Hand**		
Vault Cash Kanifing Head Office	-	2,373,002
Teller 6 Kanifing – A gaye	-	647,568
Teller 6 Suspense Kanifing	-	28
Teller 1 Suspense Kanifing	-	500
		3,021,098
13. Investment Control		
Ordinary Shares 1 investment-NACCUG	14,542	13,916
Ordinary Shares 1 investment-NACCUG	2,670,142	1,591,045
Central Finance Facility -NACCUG	6,933,147	4,311,820
Treasury Bill Investment	8,720,000	-
Land Investment	730,778	717,503
	19,068,609	**6,634,284**

Ordinary Shares 1 investment – NACCUG

This represents the Union's equity holding in NACCUG's shares, currently 2 shares at a nominal value of GMD 5,000 each. (2023: 2 shares at GMD 5,000 each). The shares have voting rights and cannot be withdrawn.

Ordinary shares 2 – NACCUG

This represents the Union's investment in NACCUG's ordinary shares category. The amount invested should equal the members' statutory reserves fund, as shown in the accounts of the last audit. These shares have a higher priority than the equity shares above but do not carry voting rights. These shares can only be withdrawn during liquidation of the Credit Union.

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements - Cont.)

		31st Dec. 2025 GMD	31st Dec.2024 GMD

Central Finance Facility – NACCUG

The Central Finance Facility (CFF) aims to provide liquidity management system for members and a source of short-term investments for credit unions with excess funds. Interest is paid annually. The investment cannot be withdrawn unless the credit union is the process of liquidation.

Land Investment at Tujereng

The union acquired a piece of land in Tujereng village in July 2012 for GMD 1,390,000. The land was divided into **30 plots**, and **19 plots** were allocated to members as loans, leaving a balance of **11 plots** unallocated.

14. Debtors

Loan Control Regular Loan		103,086,889	129,287,668
Loan Control Staff Loan		6,262,108	5,801,790
Loan Control Charge Off		825,615	3,431,152
Loan Control Emergency Loan		5,920,571	6,225,714
Loan Control Tobaski Loan		5,918,265	6,550,163
Loan Control Consumer Loan		5,949,713	5,109,362
Loan Control School Fees Loan		129,281	796,490
Loan Control SME Loan		1,731,824	2,158,523
Loan Control Staff Emergency Loan		243,232	6,000
Payroll Debtor		5,454,033	6,613,029
Prepayments		416,000	-
Other Receivables		11,210,280	1,804,180
		147,147,811	**167,784,072**
General provision	14.1	(1,612,745)	(5,447,144)
		145,535,066	**162,336,928**

14.1 General Provisioning

Opening Balance	5,447,144	3,128,622
Loan loss provision during the year	(3,834,399)	2,318,522
	1,612,745	**5,447,144**

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements - Cont.)

		31st Dec. 2025 GMD	31st Dec.2024 GMD
Loan loss provision is calculated using the following basis:			
		Net Loans	**Percentage**	
	Prepaid loans	33,094,945.74	0%	0
a.	0-30 days in arrears	8.786.953.47	1%	87.870
b.	31-90 days in arrears	1,644,296.37	5%	82,215
c.	91-180 days in arrears	1,285,684.37	20%	257,137
d.	181-365 days in arrears	1.728.873.95	50%	864.437
e.	Above 365 days in arrears	321,087.11	100%	321,087
			2025	**1,612,745**
			2024	**5,447,144**
			Increase/(Decrease)	**3,834,399**
Calculation of Porfolio At Risk (PAR)				
Portfolio At Risk (Outstanding Loan Balance of loans with arrears over 30 days / Gross Loan Porfolio			**Outstanding Loans Bal.**	Outstanding Loans Bal.
			2025	2024
31-90 days in arrears			1,644,296.37	7,276,036.86
91-180 days in arrears			1,285,684.37	11,247,443.24
181 - 365 days in arrears			1,728,873.95	2,389,766.81
Above 365 days			321,087.11	2,046,461.00
Total loans in arrears			**4,979,942**	**22,959,708**
Gross Loan Porfolio			**159,095,512.64**	**176,797,038.70**

15. Other Receivables

Prepaid Rent	-	573,000
Salary pre-finance	-	-
	-	**573,000**

16. Stock

Consumer Loan Product (Turkey)	4,264,229	6,145,629
Consumer Electronics	1,706,550	1,437,500
Printing and Stationery Prepayment	1,131,200	
	7,101,979	**7,583,129**

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements - Cont.)

17.Fixed Asset Schedule

	Building & Infrastrucrure GMD	Furniture & Fittings GMD	Motor Vehicles GMD	Land GMD	Equipment GMD	Computer GMD	Generator GMD	WIP Kaur Lodge GMD	WIP Banjul Waiting Shed WIP GMD	Total GMD
COST/Valuation										
As at 1 Jan. 2025	11,191,006	1,092,795	4,308,500	3,055,000	3,527,725	1,009,000	975,000	13,794,009	738,100	39,691,135
Addition	21,424,502	2,099,090	3,787,300	125,000	1,979,914	258,000	0	6,872,118	0	36,545,923
Transfers								(20,666,127)	(674,350)	(21,340,477)
Transfers to Building Maint									(63,750)	(63,750)
As at 31 Dec. 2025	**32,615,508**	**3,191,885**	**8,095,800**	**3,180,000**	**5,507,639**	**1,267,000**	**975,000**	**-**	**-**	**54,832,831**
Depreciation										
As at 1 Jan. 2025	1,335,960	541,889	3,108,950	0	1,220,627	601,150	450,000	-	-	7,258,576
Addition	266,937	235,321	1,114,187	0	647,885	214,333	146,250	-	-	2,624,913
As at 31 Dec. 2025	**1,602,897**	**777,210**	**4,223,137**	**0**	**1,868,512**	**815,483**	**596,250**	**-**	**-**	**9,883,489**
Netbook Value										
As at 31 Dec. 2025	**31,012,611**	**2,414,675**	**3,872,663**	**3,180,000**	**3,639,127**	**451,517**	**378,750**	**-**	**-**	**44,949,342**
As at 31 Dec. 2024	9,855,046	550,906	1,199,550	3,055,000	2,307,098	407,850	525,000	13,794,009	738,100	32,432,559

WIP – This relates to the construction of a guest house in Kaur with eleven rooms, a double hall, a restaurant, and car parking space. Construction work on the project was completed in 2025, and operations for commercial use commenced operations sometime in November 2025.

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements - Cont.)

		31st Dec. 2025 GMD	31st Dec.2024 GMD
18. Members' savings			
Members' Savings		260,160,543	216,069,908
Fixed Deposit		45,500	-
		260,206,043	**216,069,908**

Members' savings represent deductions from members' salaries by their employers on their behalf, remitted directly to the Union. Members also make direct cash savings at the Credit Union. There is no restriction on the number of withdrawals or the amount members are allowed to withdraw, but members cannot overdraw their savings.

19. Sundry creditors			
Proposed Interest on Savings		8,645	570,267
Accruals		160,000	160,000
NACCUG CFF Loan		-	1,646,286
MSME Revolving Fund	19.1	2,541,371	2,541,371
Reconciliation Adjustment		482,434	2,496,940
Salary Accounts		8,236,678	4,206,977
NAFA/RISE Project Fund Difference		378,000	253,326
Deferred Liabilities		864,862	-
		12,671,990	**11,875,167**

19.1 GIZ MSME Revolving Loan
This was provided as revolving loan by GIZ to be disbursed to qualifying members in line with the signed agreement.

20. Taxation

The Credit Union is exempted from the payment of corporate income tax pursuant to Section 25(2) (d) of the Income and Value Added Tax Act 2012.

21. Dividend

Ordinary dividend paid	-	73,644
	-	**73,644**

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements - Cont.)

	31st Dec. 2025 GMD	31st Dec.2024 GMD

22. Related party transactions

Related parties of MHSCCU include:

- Related entities - NACCUG and other affiliated credit union;
- Key management personnel and their close family members;
- Board of Directors (including subcommittees) and their close family members;

Transactions and balances with Related

Transactions with related entities include transactions with NACCUG and Other Affiliated Credit Unions of NACCUG. These transactions and balances, although at arm's length, include shares, investments, deposits, ABBACUS software costs, other credit union related costs as summarised below:

	31st December 2025 GMD	31st December 2024 GMD
Transactions		
Annual dues - NACCUG	**600,000**	600,000
Annual licence ABACUS	**316,664**	284,578
Internet Suscription -	**130,000**	170,000
	1,046,664	**1,054,578**
Balances		
Ordinary Shares 1 investment - NACCUG	**14,542**	13,916
Ordinary shares 2 - NACCUG	**2,670,142**	1,591,045
Central Finance Facility - NACCUG	**6,933,147**	4,311,822
	9,617,830	**5,916,782**

Transactions with key management personnel

Key management personnel are defined as those persons having authority and responsibility for planning, directing and controlling the activities of MHSCCU, which include MHSCCU's Senior Management Team.

Transactions between MHSCCU and key management personnel and their close family members are as follows:

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements - Cont.)

	31st Dec. 2025 GMD	31st Dec.2024 GMD
Remuneration and other benefits:		
Salaries	**8,128,064**	**6,888,199**
Staff Overtime	**18,000**	**32,500**
Allowance	**121,000**	**101,000**
Employer 10% NPF SSHFC	**411,576**	**378,885**
Employer 1% ICF SSHFC	**3,675**	**-**
Staff Provisions	**97,660**	**80,965**
Transport Allowance	**7,500**	**1,000**
Provincial Allowance	**-**	**1,963**
	8,787,475	**7,484,511**
Others		
Interest expense	**496,623**	**313,284**
Dividend paid	**164,802**	**323,060**
	661,424	**636,343**
Loans Receivables		
Loan Control Regular Loan	**129,287,668**	140,826,258
Loan Control Staff Loan	**5,801,790**	**6,732,471**
Loan Control Charge Off	**3,431,152**	**10,026,005**
Loan Control Emergency Loan	**6,225,714**	**5,314,727**
Loan Control Tobaski Loan	**6,550,163**	**2,802,519**
Loan Control Consumer Loan	**5,109,362**	**9,659**
Loan Control School Fees Loan	**796,490**	**8,305,874**
Loan Control SME Loan	**2,158,523**	**1,139,269**
Loan Control Staff Emergency Loan	**6,000**	**1,859,732**
Staff Loan - Teller Bansang	**1,724,647**	**0**
Staff Loan - Teller Banjul	**67,700**	**0**
Staff Loan - Teller Jarra Soma	**11,833**	**0**
	161,171,043	**177,016,515**
Savings		
Members' Savings	**216,069,908**	**203,217,911**
Share capital		
Share holding	**124,004**	**95,330**

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements - Cont.)

	31st Dec. 2025 GMD	31st Dec.2024 GMD
Transactions with Board of Directors (including subcommittees:		
Remuneration and other benefits		
Board expenses	**714,030**	**532,795**
Executive committee expenses	**464,050**	**347,900**
Loans committee expenses	**78,125**	**130,350**
Special Committee expenses	**13,500**	**20,000**
Nomination Committee expenses	**33,000**	**26,100**
Supervisory committee expenses	**73,525**	**49,200**
Board Traning	**27,000**	**0**
Board Retreat	**109,950**	**249,700**
	1,256,205	**1,011,045**
Others		
International Travels	**811,143**	**215,600**
Interest expense	**401,938**	**368,456**
Proposed Dividend and Dividend paid	**496,623**	**323,060**
	1,709,704	**907,116**
Loans - Non-executive directors only		
Loan Control Regular Loan	**2,632,767**	**2,535,151**
Loan Control Staff Loan		
Loan Control Emergency Loan	**269,757**	**334,225**
Loan Control Tobaski Loan	**41,877**	**16,175**
Loan Control Consumer Loan	**167,713**	**323,030**
Loan Control School Fees Loan	**150,667**	**262,747**
Loan Control SME Loan	**-**	**-**
	3,262,781	**3,471,328**
Savings - Non-executive directors only		
Members' Savings	**2,492,471**	**2,182,727**
Share capital - Non-executive directors only		
Share holding	**58,800**	**41,700**

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements - Cont.)

		31st Dec. 2025 GMD	31st Dec.2024 GMD
23. Contingent Liabilities			
Acceptance, endorsement and other obligations		-	-
24. Capital Commitment			
Authorised by the Board and contracted for	24.1	**3,744,686**	**3,744,686**
Authorised by the Board but not contracted for		-	-

24.1 Kaur Guest House Construction

This is in respect of the construction of Guest House in Kaur which was originally contracted at D14.704m but later revised to D17.538m due to variation in 2024. The project was completed in 2025 and already in operation.

25. Capital management

Regulatory capital
The Central Bank of The Gambia sets and monitors capital requirements for the Credit Union. In implementing current capital requirements, The Central Bank of The Gambia requires the Credit Union to maintain a prescribed ratio of total capital to total risk-weighted assets. The Credit Union calculates this ratio using the risk weightings for credit risk provided by the Central Bank of The Gambia. The Credit Union is also required to maintain a credible capital plan to ensure that the capital level of the Credit Union is maintained in consonance with its risk appetite. The Credit Union's regulatory capital is analysed into two tiers:

- Tier 1 capital, includes ordinary share capital, retained earnings and Capital reserve.
- Tier 2 capital, includes qualifying subordinated liabilities. The Credit Union does not have any subordinated debt during the year under review.

Various limits are applied to elements of the capital base. Qualifying tier 2 capital cannot exceed

tier 1 capital; and qualifying term subordinated loan capital may not exceed 50 percent of tier 1 capital.

The Credit Union's policy is to maintain a strong capital base so as to maintain stakeholder confidence and to sustain future development of the organisation. The impact of the level of capital on shareholders' return is also recognised and the Credit Union recognises the need to maintain a balance between the higher returns that might be possible with greater gearing and the advantages and security afforded by a sound capital position. The Credit Union has complied with all externally imposed capital requirements throughout the period. There have been no material changes in the Union's management of capital during the period. The Credit Union's regulatory capital position at 31st December was as follows:

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements - Cont.)

	As Reported			Risk Adjusted	
	2025 GMD	2024 GMD	Risk %	2025 GMD	2024 GMD
Qualifying assets					
Cash and Bank Balance	94,055,447	59,264,278	40%	23,705,711	23,705,711
Investments	9,617,830	6,634,284	0%	-	-
Debtors	162,909,928	162,909,928	100%	162,909,928	162,909,928
Property and Equipment	54,832,831	32,432,559	100%	32,432,559	32,432,559
Intangible Assets	7,101,979	228,927	100%	228,927	228,927
	261,469,976	**261,469,976**		**219,277,125**	**219,277,125**

	As Reported			Risk Adjusted	
	2025 GMD	2024 GMD	Risk %	2025 GMD	2024 GMD
Tier 1 or Primary capital					
Ordinary Share Capital	15,201,924	15,201,924	100 %	15,201,924	15,201,924
Statutory Reserve fund	5,985,737	5,985,737	100 %	5,985,737	5,985,737
Accumulated Fund	15,116,756	15,116,756	100 %	15,116,756	15,116,756
Total Capital	**36,304,417**	**36,304,417**		**36,304,417**	**36,304,417**

Capital ratios

Total regulatory capital expressed as a percentage of total risk-weighted assets

17%	**17%**

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements - Cont.)

26. Intangible Asset

	Abacuss Software GMD	Total GMD
COST/Valuation		
As at 1 Jan. 2025	728,333	728,333
Addition	12,000	12,000
As at 31 Dec. 2025	**740,333**	**740,333**
Amortisation		
As at 1 Jan. 2025	499,406	499,406
Addition	72,973	72,973
As at 31 Dec. 2024	**572,379**	**572,379**
Netbook Value		
As at 31 Dec. 2025	167,954	**167,954**
As at 31 Dec. 2024	**228,927**	**228,927**

Medical and Health Services Co-Operative Credit Union
Notes (forming part of the financial statements - Cont.)

27. Compliance with Regulatory Guidelines and Policies

27.1 Best Practice Ratios – central Bank of The Gambia Laws and guidelines

	Standard	2025	2024
	%	%	%
CFF Investment to saving ratio	10%	3%	2%
Ordinary Shares 2	100%	45%	27%
Liquidity Ratio	15 -40%	37%	27%
Loans to savings ratio	Max 80%	54%	71%
Savings to asset ratio	Max 80%	85%	80%
Non-earning assets ratio	Max5%	14%	12%
Operational self-sufficiency	Min 110%	87%	138%
Shares to total asset ratio	Min 5%	6%	6%
Return on assets	>1%	0%	2.08%

National Association of Co-operative Credit Unions of The Gambia (NACCUG) has a Central Finance Facility policy which all affiliated credit unions should comply with. This policy requires affiliated credit unions to invest at least 10% of their total savings in the CFF. The Union's investment in the CFF did not meet the minimum requirement as there is a shortfall of GMD19,087,457 (2024 D17,295,171).

The Credit union is also required to invest an amount equal to its Statutory Fund as Ordinary shares 2 in NACCUG as required by NACCUG's share policy. The union's investment did not meet the minimum requirement as there is a shortfall of GMD3,315,595 (2024: D3,662,364).

There are no penalties imposed on the credit union by NACCUG as a result of this non-compliance. The board has not made any provision for any penalties as they believe that it is not probable that NACCUG would impose penalties on the credit union.

27.2 National Association of the Co-operative Credit Unions of The Gambia (NACCUG)

	Standard	Year 2025	Year 2024
Central Finance Facility (CFF) Policy	%	%	%
CFF Investment to Savings Ratio	10%	3%	2%
Ordinary Share II to Statutory Reserve Fund	100%	45%	27%