HLB BELIZE
AUDIT TAX ADVISORY

ST. JOHN'S CREDIT UNION LIMITED

Financial Statements for the Years Ended March 31, 2026 and 2025 and Independent Auditors' Report

ST. JOHN'S CREDIT UNION LIMITED

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors and Members of:
St. John's Credit Union Limited

Opinion

We have audited the financial statements of St. John's Credit Union Limited which comprise the statement of financial position as at March 31, 2026 and the statement of income and expenses, statement of changes in fund balances and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of St. John's Credit Union Limited as at March 31, 2026 and of its financial performance and its cash flows for the year then ended in accordance with the modified cash basis of accounting.

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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of St. John's Credit Union Limited ("the Credit Union") in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 2a to the financial statements, which describe the modified cash basis of accounting used to prepare the financial statements.

Other Matter

The financial statements for the year ended March 31, 2025 were audited by another auditor who expressed an unqualified opinion on June 13, 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 the modified cash basis of accounting, 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.

Auditors' Responsibilities for the Audit of the Financial Statements
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' 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 the aggregate, they could reasonably be expected to influence the economic decisions of users on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error; to design and perform audit procedures responsive to those risks; and to 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.

- Obtain 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.

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

- Conclude 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 conclude that a material uncertainty exists, we are required to draw attention in our Auditors' 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 Auditors' report. However, future events or conditions may cause the Credit Union to cease to continue as a going concern.

- Evaluate 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 communicate 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 identified during the audit.

HLB, Belize, LLP

Chartered Accountants
Belize City, Belize
June 5, 2026

ST. JOHN'S CREDIT UNION LIMITED

Statements of financial position - modified cash basis

As at March 31, 2026 and 2025 (in Belize Dollars)

	Notes	2026	Restated 2025
Assets			
Current assets			
Cash and cash equivalents	2f. 3.	**$ 5,495,118**	$ 13,743,817
Short term investments in financial assets	2g. 4.	**12,231,512**	5,408,466
Other receivables and prepayments	2h. 5.	**1,005,959**	1,006,787
Loans receivable from members	2i. 2j. 6.	**813,739**	895,442
Total current assets		**19,546,328**	21,054,512
Non-current assets			
Long term investments in financial assets	2g. 7.	**19,903,911**	22,048,468
Loans receivable from members	2i. 6.	**58,987,086**	55,519,829
Property, plant and equipment	2k. 2l. 2o. 8.	**18,934,414**	12,841,425
Investment properties	2l. 2m. 2o. 9.	**306,000**	150,985
Intangible asset	2n. 2o. 10.	**2,215**	4,430
Total non-current assets		**98,133,626**	90,565,137
Total assets		**$ 117,679,954**	$ 111,619,649
Liabilities and equity			
Current liabilities			
Accounts payable	2p.	**$ 1,072,190**	$ 53,353
Other liabilities	2q.	**1,306,868**	3,229,041
Members' deposits	2r. 11.	**15,866,725**	14,313,870
Severance payable	2s. 12.	**34,018**	32,914
Total current liabilities		**18,279,801**	17,629,178
Non-current liabilities			
Members' deposits	2r. 11.	**80,597**	1,000,000
Severance payable	2s. 12.	**237,511**	340,421
Long term debt	2t. 13.	**111,212**	111,212
Total non-current liabilities		**429,320**	1,451,633
Total liabilities		**18,709,121**	19,080,811

See Note 16 for details of restatement.

The above financial statements should be read in conjunction with the accompanying notes.

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ST. JOHN'S CREDIT UNION LIMITED

Statements of financial position - modified cash basis (continued)
As at March 31, 2026 and 2025 (in Belize Dollars)

	Notes	2026	Restated 2025
Equity			
Members' shares – mandatory	2u.	**3,619,726**	3,537,849
Members' shares – voluntary	2u.	**82,087,056**	76,797,897
Burial scheme fund	2v.	**727,342**	723,400
Revaluation reserve	2l. 14.	**1,393,572**	354,953
Statutory reserve fund	2w.	**8,494,924**	8,259,789
Undistributed surplus	2x. 15.	**2,116,219**	2,383,818
Other reserves	2y.	**531,994**	481,132
Total equity		**98,970,833**	92,538,838
Total liabilities and equity		**$ 117,679,954**	$ 111,619,649

The financial statements on pages 4 to 8 were approved and authorized for issue by the Board of Directors on June 5, 2026 and are signed on its behalf by:

Director

Castillo

Director

See Note 16 for details of restatement.

The above financial statements should be read in conjunction with the accompanying notes.

ST. JOHN'S CREDIT UNION LIMITED

Statements of income and expenditures - modified cash basis
For the years ended March 31, 2026 and 2025 (in Belize Dollars)

	Notes	2026	2025
Income	2z.		
Interest income on loans	17.	**$ 5,514,258**	$ 5,308,684
Investment income		**1,364,412**	1,236,935
Fees and commission income		**920,144**	773,902
Other income		**258,583**	434,422
Gross income		**8,057,397**	7,753,943
Operating expenses	2z.		
Salaries, wages and allowances		**2,135,534**	1,871,973
Social security		**70,380**	71,141
Pension contribution	2aa.	**51,383**	53,216
Severance		**-**	58,231
Travel and subsistence		**47,593**	48,262
Uniform		**59,199**	8,430
Depreciation		**354,985**	245,181
Impairment adjustment		**-**	93,064
Interest on Members' deposits		**79,196**	77,634
Bank charges and overdraft interest		**17,648**	18,768
Rent		**27,000**	40,500
Utilities		**279,710**	161,433
Repairs and maintenance		**233,357**	222,514
Software system maintenance		**327,817**	403,057
Property taxes		**35,140**	5,360
Belize Credit Union Assurance Services Insurance		**681,638**	633,570
General insurance		**101,377**	80,487
Security		**395,908**	340,681
Office supplies		**134,396**	110,837
Professional fees		**179,052**	107,200
Supervision fees		**5,800**	7,200
Advertising		**44,643**	47,858
Annual general meeting		**84,480**	72,856
Credit Union Week		**7,231**	12,814
Donations		**10,471**	11,021
Education		**3,190**	9,350
Meeting costs		**51,520**	25,060
Other		**287,395**	267,098
Total operating expenses		**5,706,043**	5,104,796
Surplus		**$ 2,351,354**	$ 2,649,147

The above financial statements should be read in conjunction with the accompanying notes.

ST. JOHN'S CREDIT UNION LIMITED

Statements of changes in fund balance - modified cash basis

For the years ended March 31, 2026 and 2025 (in Belize Dollars)

	Burial scheme fund	Revaluation reserve	Statutory reserve fund	Undistributed surplus	Other reserves	Total
Balance as at April 1, 2025	$ 723,400	$ 354,953	$ 8,259,789	$ 2,383,818	$ 481,132	$ 12,203,092
Burial scheme payments	(407,673)	-	-	-	-	(407,673)
Burial scheme additions	411,615	-	-	-	-	411,615
Dividends and rebates (Note 2x and 15)	-	-	-	(2,332,956)	-	(2,332,956)
Other reserves (Note 2y)	-	-	-	(50,862)	50,862	-
Revaluation of land and buildings	-	880,141	-	-	-	880,141
Revaluation of investment properties		158,478	-	-	-	158,478
Surplus distribution	-	-	235,135	2,116,219	-	2,351,354
Balance as at March 31, 2026	**$ 727,342**	**$ 1,393,572**	**$ 8,494,924**	**$ 2,116,219**	**$ 531,994**	**$ 13,264,051**
Balance as at April 1, 2024	$ 769,189	$ 354,953	$ 7,994,874	$ 2,265,450	$ 424,593	$ 11,809,059
Burial scheme payments	(462,300)	-	-	-	-	(462,300)
Burial scheme additions	416,511	-	-	-	-	416,511
Dividends and rebates (Note 2x and 15)	-	-	-	(2,209,325)	-	(2,209,325)
Other reserves (Note 2y)	-	-	-	(56,539)	56,539	-
Surplus distribution	-	-	264,915	2,384,232	-	2,649,147
Balance as at March 31, 2025	**$ 723,400**	**$ 354,953**	**$ 8,259,789**	**$ 2,383,818**	**$ 481,132**	**$ 12,203,092**

The above financial statements should be read in conjunction with the accompanying notes.

ST. JOHN'S CREDIT UNION LIMITED

Statements of cash flows

For the years ended March 31, 2026 and 2025 (in Belize Dollars)

	2026	2025
Operating activities		
Surplus	**$ 2,351,354**	$ 2,649,147
Adjustments for non-cash items:		
Depreciation and amortisation	**354,985**	245,181
Severance expense	**-**	58,231
Pension contribution	**51,383**	53,216
Impairment adjustment	**-**	93,064
Operating surplus before working capital changes	**2,757,722**	3,098,839
Changes in operating assets and liabilities:		
Other receivables and prepayments	**(151,463)**	(249,231)
Loans receivable from members	**(3,385,554)**	(41,936)
Accounts payable	**1,018,837**	(198,091)
Other liabilities	**(1,969,534)**	2,415,487
Members' deposits	**633,452**	1,311,254
Pension liability	**(4,022)**	(922,640)
Cash (used in) provided by operating activities	**(1,100,562)**	5,413,682
Severance paid	**(101,806)**	(45,175)
Net cash (used in) provided by operating activities	**(1,202,368)**	5,368,507
Investing activities		
Net change in interest earned on investments	**152,291**	(156,439)
Net change in short term investments - restricted	**-**	40,000
Net change in short term investments - unrestricted	**(6,823,046)**	(22,267)
Net change in long term investments - restricted	**-**	110,000
Net change in long term investments - unrestricted	**2,144,557**	(1,988,735)
Purchase of property, plant and equipment	**(5,562,155)**	(4,589,919)
Net cash used in investing activities	**(10,088,353)**	(6,607,360)
Financing activities		
Net change in shares - mandatory	**81,877**	98,128
Net change in shares - voluntary	**5,289,159**	6,008,304
Net change in burial scheme	**3,942**	(45,790)
Dividends and rebates paid	**(2,332,956)**	(2,209,325)
Net cash provided by financing activities	**3,042,022**	3,851,317
Net changes in cash and cash equivalents	**(8,248,699)**	2,612,464
Cash and cash equivalents - restricted	**-**	476,296
Cash and cash equivalents at the beginning of the year	**13,743,817**	10,655,057
Cash and cash equivalents at the end of the year	**$ 5,495,118**	$ 13,743,817

The above financial statements should be read in conjunction with the accompanying notes.

1. Status

St. John's Credit Union Limited ("the Credit Union") was incorporated in 1946 under the Credit Unions Act. The Credit Union is currently governed by Credit Unions Act Chapter 314 Revised Edition 2020. The Credit Union promotes savings, enterprise, and cooperative principles among its members' financial resources and provides member-based financial services, including deposits, loans, and investment services.

The Credit Union is supervised by the Registrar of Credit Unions. As per the Credit Unions Act, the Registrar of Credit Unions is the Governor of the Central Bank of Belize.

The Credit Union operates from its new Headquarters situated at 1646 Buttonwood Bay Boulevard , Belize City, Belize. The Office at 4 Basra Street Belize City is still operating and serves as one of 3 other office locations for the Credit Union. Other offices are located in Belmopan City and Dangriga Town. As at March 31, 2026, The Credit Union's membership stood at 30,354 members (2025: 29,808).

2. Summary of significant accounting policies

a. Basis of compliance

The Credit Union prepares its financial statements using a modified cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles. Under this basis, revenues are primarily recognized when received in cash and expenses are recognized when paid. However, assets and liabilities that are significant to the Credit Union's financial position and relate to its core operations, and that can be reliably measured, are recognized on an accrual basis.

b. Basis of presentation

The financial statements have been prepared on the historical cost basis except for the revaluation of properties. Historical cost is generally based on the consideration given in exchange for assets.

c. Functional and presentation currency

The financial statements are presented in Belize dollars, which is the Credit Union's functional currency. This is the currency of the primary economic environment in which the Credit Union operates.

d. Foreign currency transactions and translations

Transactions in foreign currencies during the period are converted into Belize dollars at rates ruling on the dates of the transactions.

e. Changes in accounting policies

No changes to the accounting policies were identified, and the comparative information has accordingly remained unchanged since the prior reporting period.

f. Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held with banks and other short-term, highly liquid investments with original maturities of 3 months or less.

2. Summary of significant accounting policies (continued)

g. Investments in financial assets
Investments in financial assets held on a short term basis consist of fixed deposits held at the bank with maturity dates within 1 year from the reporting date. Investments with maturity dates beyond 1 year from the reporting date are classified as long term investments in financial assets. Investments in equity instruments comprise of minority equity investments held at their nominal value.

h. Other receivables and prepayments
Other receivables represent miscellaneous receivables. Prepayments represent costs paid in advance of their intended use of coverage. Prepayments are expensed over the period the service is delivered.

i. Loans receivable from members
Loans are recognised when cash is advanced to the member and are stated at cost. Loans receivables are derecognised when the rights to receive cash flows from the financial assets have expired or extinguished.

j. Allowance for loan losses
This account is treated as a contra-asset account to member loans receivable in accordance with the Credit Unions Act (CUA) Requirement No. 2 of 2013. The account is funded through charges to income as a provision expense for charging off loans and other assets or portions of such loans and other assets which have been adversely classified.

k. Property, plant and equipment
Property, plant and equipment are carried at cost less accumulated depreciation and any accumulated impairment losses, with the exception of land and buildings which are carried at revalued amounts representing fair value at the date of revaluation. Details of the revaluation policy are set out in Note 2l.

Cost includes expenditure directly attributable to the acquisition of the asset. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably. Maintenance and repairs are expensed as incurred. Major additions and expenditures that significantly increase the value or extend the useful life of an asset are capitalised.

Except for land which is not depreciated, depreciation commences when an asset is available for its intended use and is calculated on a straight-line basis over the estimated useful lives of the assets at the following rates:

Asset Class	**Useful life**
Buildings & structures	5, 25 & 50 years
Furniture & fixtures	5 & 10 years
Computer & equipment	5 & 10 years
Motor vehicles	5 years

Leasehold improvements are also included in building & structures and are amortised on a straight-line basis over the lesser of their estimated useful life or the initial lease term.

2. Summary of significant accounting policies (continued)

k. Property, plant and equipment (continued)

Construction in progress represents the accumulated cost of construction activities on long-term assets not yet ready for their intended use, and typically includes materials, labour and other direct expenditure incurred during the construction phase. Construction in progress is recorded as a non-depreciable asset until construction is complete, at which point the accumulated cost is capitalised and transferred to the appropriate asset category.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its continued use. The cost and related accumulated depreciation of assets sold or retired are eliminated from the accounts. Any gain or loss arising on derecognition, calculated as the difference between the net disposal proceeds and the carrying amount of the asset, is recognised in profit or loss in the period of derecognition.

The carrying amount of property, plant and equipment is assessed for impairment in accordance with the entity’s policy on impairment of non-financial assets as set out in Note 2o.

l. Revaluation

Assets held under the revaluation model are stated at their revalued amounts, being the fair value at the date of revaluation, less any subsequent accumulated impairment losses. Revaluations are performed with such regularity that the carrying amounts do not differ materially from those that would be determined using fair values at the end of each reporting period.

Any increase arising on the revaluation of such asset is recognised as a transfer in equity under the heading of revaluation reserve, except to the extent that it reverses a revaluation decrease for the same asset previously recognised in profit and loss. In which case, the increase is credited to profit and loss to the extent of the decrease previously expensed. A decrease in the carrying amount arising on the revaluation of such asset is recognised in profit or loss to the extent that it exceeds the balance, if any, held in the properties revaluation reserve relating to a previous revaluation of that asset.

On the subsequent sale or retirement of a revalued property, the attributable revaluation surplus remaining in the properties revaluation reserve is transferred directly to retained earnings. No transfer is made from the revaluation reserve to undistributed surplus except when an asset is derecognised.

m. Investment properties

Investment properties are initially recognized at cost, including transaction costs directly attributable to the acquisition. Investment properties are subsequently carried at revalued amounts representing fair value at the date of revaluation. Details of the revaluation policy are set out in Note 2l.

Investment properties are depreciated using the same policies as property, plant and equipment. Details of the policy are set out in Note 2k.

2. Summary of significant accounting policies (continued)

n. Intangible assets
The Credit Union’s intangible assets are stated at cost less accumulated amortization and include acquired computer software with finite useful lives. These assets are capitalized and amortized on a straight-line basis over the estimated useful lives in the statement of income and expenditures. Software costs are amortized over the estimated useful life of 5 years.

o. Impairment of non-financial assets
The Credit Union assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, the asset's recoverable amount is estimated. An asset's recoverable amount is higher of an asset's or cash generating unit's fair value less cost to sell and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets.

An impairment loss is recognised immediately in the statement of income and expenses, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation.

When an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

p. Accounts payable
Accounts payable is comprised of miscellaneous payable balances held at their nominal values.

q. Other liabilities
Other liabilities represent beneficiaries payable and accrued interest payable on members' fixed deposits.

r. Members' deposits
Members' deposits, savings and fixed savings are measured at cost.

s. Severance payable
Severance payable represents the accrual of salaries payable to employees in the event of their resignation or termination. The Credit Union recognises termination benefits in accordance with the Labour Act Chapter 297 of the Laws of Belize Revised Edition 2020.

2. Summary of significant accounting policies (continued)

t. Long-term debt

Borrowings are recorded at the amount of cash proceeds received. Where applicable, interest on borrowings is recognised as an expense in the period in which it is paid. Borrowings are carried at the outstanding principal balance, which represents the amount of cash required to settle the obligation. Transaction costs, if any, are expensed as incurred.

u. Members' shares

In accordance with the Credit Unions Act, Chapter 314, members' shares represent members' permanent capital in the credit union. Shares are classified as mandatory and voluntary: mandatory shares are the minimum shares required for membership as a condition of joining, as defined under Section 2 of the Act, while voluntary shares are those held by members in excess of that minimum. The minimum mandatory share requirement, currently set at $150 per member, is prescribed by the credit union's by-laws. In accordance with Section 24(1) of the Act, each member is entitled to one vote; members who have not met the mandatory share requirement as prescribed in the by-laws do not qualify as active members and therefore may not exercise voting rights pursuant to Section 22(1).

v. Burial scheme fund

The Burial scheme is a death benefit of $5,000 which will be paid to plan members' selected beneficiary(ies) based on meeting qualifying membership rules in the plan. The fund balance is reported net of collections and payments during the year.

w. Statutory reserve fund

Each year, in accordance with the Credit Unions Act, the Credit Union transfers at least 10% of its net surplus, before the declaration of dividends, to the statutory reserve fund. Where the reserve equals or exceeds 10% of total assets, the Credit Union is not required to set aside all or any portion of the net surplus to the fund. In addition, all entrance fees and fines collected from members each year are transferred to this fund. This fund cannot be distributed to members.

x. Dividends and rebates

Dividends not exceeding 8% are declared and paid annually on member shares/deposit balances. Dividends are calculated based on the average of the lowest share balance during each quarter of the financial year.

Rebates are declared and paid annually to each member in proportion to the volume of loan business done with the Credit Union during the year.

These dividends are credited to the members' shares/deposit accounts along with interest rebates given to members who qualify. Dividends and rebates are recommended by the Board of Directors and approved at the Credit Union's Annual General Meeting.

y. Other reserves

Other reserves are amounts set aside by the Board of Directors for specific purposes as determined by the Board and confirmed at the Annual General Meeting, as permitted by the Credit Unions Act.

2. Summary of significant accounting policies (continued)

z. Income and expense recognition

Interest income on loans, dividends and other income is recognised when received in cash. Interest income on fixed deposits is recognised on an accrual basis as it is earned.

Interest and other expenses are generally recognised when paid. However, certain expenses may be recognised on an accrual basis where such amounts are significant and can be reliably measured. Interest on special deposits and personal checking accounts are paid quarterly, monthly or annually, respectively. Interest on term deposits may be paid quarterly or monthly.

aa. Pension scheme

The Credit Union operates a defined contribution pension plan for all permanent employees. The plan is funded by contributions from both employees and the Credit Union at fixed rates of 3% and 5% of salary, respectively. Pension contributions are recognised as an expense in the period in which they are paid.

The pension plan was successfully registered with the Office of the Supervisor of Insurance and Private Pensions on March 20, 2023, under which it operates as a fully separate and independent entity. During the 2025 fiscal year, the pension assets and liabilities were transferred from the Credit Union to the pension plan, reflecting its formal separation as a standalone fund.

3. Cash and cash equivalents

	2026	2025
Cash on hand	**$ 958,944**	$ 998,753
Cash at bank	**4,536,174**	12,745,064
	$ 5,495,118	$ 13,743,817

The Credit Union is required to maintain total liquid assets of at least 10% of shares, deposits and current borrowings in accordance with the Credit Unions Act Chapter 314 of the Substantive Laws of Belize, Revised Edition 2020. As of March 31, 2026 and 2025, the Credit Union has fully complied with these requirements.

Total liquid assets	**$ 17,726,630**	$ 24,652,283
Liabilities	**101,573,507**	94,649,616
	17.45%	26.05%

4. Short term investment in financial assets

Financial institution	Maturity	Rate	2026	2025
Atlantic Bank Limited	March 23, 2027	1.75%	**$ 400,000**	$ -
Atlantic Bank Limited	March 23, 2026	1.75%	**-**	400,000
Atlantic Bank Limited	May 14, 2026	1.00%	**200,000**	-
Atlantic Bank Limited	May 14, 2025	1.75%	**-**	200,000
Atlantic Bank Limited	May 11, 2026	1.00%	**150,000**	-
Atlantic Bank Limited	May 11, 2025	1.75%	**-**	150,000
Atlantic Bank Limited	December 28, 2026	3.50%	**800,000**	-
Atlantic Bank Limited	August 24, 2025	2.00%	**-**	2,000,000
Atlantic Bank Limited	August 24, 2025	1.75%	**-**	1,000,000
Atlantic Bank Limited	April 2, 2025	1.75%	**-**	1,000,000
Blue Creek Credit Union Ltd.	November 7, 2026	3.50%	**5,000,000**	-
Blue Creek Credit Union Ltd.	January 30, 2027	3.50%	**681,512**	-
Blue Creek Credit Union Ltd.	January 30, 2026	3.50%	**-**	658,466
Heritage Bank Limited	July 10, 2026	2.00%	**3,000,000**	-
Heritage Bank Limited	September 6, 2026	1.85%	**2,000,000**	-
			$ 12,231,512	$ 5,408,466

5. Other receivables and prepayments

	2026	2025
Heritage Bank Limited ATM/POS Project	**$ 50,000**	$ 50,000
Other receivables	**661,111**	535,025
Prepayments	**56,092**	30,715
Accrued interest	**238,756**	391,047
	$ 1,005,959	$ 1,006,787

The Credit Union has entered into a Joint Investment Agreement with the Heritage Bank Limited and five other institutions, called the ATM/POS Project. The project is still in the process of being finalised.

6. Loans receivable from members

	2026	2025
Business loans	**$ 1,095,847**	$ 1,425,178
Educational loans	**262,943**	301,129
Housing and home improvement loans	**23,482,722**	23,181,370
Motor vehicle loans	**959,677**	1,160,051
Personal loans	**35,998,857**	32,570,519
Real estate loans	**1,174,167**	1,087,656
Gross loans receivable	**62,974,213**	59,725,903
Current portion loans receivable from members (gross)	**(3,987,127)**	(4,206,074)
Non-current portion loans receivable from members	**$ 58,987,086**	$ 55,519,829

6. Loans receivable from members (continued)

	2026	2025
Current portion loans receivable from members (gross)	**$ 3,987,127**	$ 4,206,074
Less: allowance for loan losses	**(3,173,388)**	(3,310,632)
Current portion loans receivable (net)	**813,739**	895,442
Non-current portion loans receivable from members	**58,987,086**	55,519,829
Net loans receivable from members	**$ 59,800,825**	$ 56,415,271

The allowance for losses comprise the following:		
Balance, beginning of year	**$ 3,310,632**	$ 3,298,628
Adjustment	**-**	93,064
Write-offs	**(142,361)**	(81,060)
Recoveries	**5,117**	-
Balance, end of year	**$ 3,173,388**	$ 3,310,632

7. Long term investments in financial assets

	2026	2025
Atlantic Bank Limited time deposit with interest rate of 3.00% matured August 22, 2025.	**$ -**	$ 3,000,000
Atlantic Bank Limited time deposit with interest rate of 3.00% matured August 3, 2025.	**-**	2,000,000
Belize Electricity Limited Series 6 debentures with interest rate of 6.5% per annum payable quarterly, maturing December 31, 2030.	**2,850,000**	2,850,000
Belize Electricity Limited Series 7 debentures with interest rate of 6% per annum payable quarterly, maturing March 31, 2028.	**2,025,000**	2,025,000
Belize Electricity Limited Series 8 debentures with interest rate of 6% per annum payable quarterly, maturing June 30, 2032.	**2,500,000**	2,500,000
Belize Electricity Limited Series 11 debentures with interest rate of 4.5% per annum payable quarterly, maturing December 31, 2035.	**35,419**	-
Belize Water Services Limited Series 1 debentures with interest rate of 6.25% per annum payable semi-annually, maturing December 31, 2030.	**2,500,000**	2,500,000

Continued on page 17.

7. Long term investments in financial assets (continued)

	2026	2025
Belize Water Services Limited Series 2 debentures with interest rate of 4.50% per annum payable semi-annually, maturing August 31, 2033.	**2,000,000**	2,000,000
Investment in Belize Telemedia Limited - 200,000 common shares with par value of $5.00.	**1,000,000**	1,000,000
Government of Belize Treasury Notes with interest rate of 2.25% per annum payable by half yearly instalments, maturing December 10, 2025.	**-**	500,000
Belize Tourism Board Series 1 Transformation Bond was issued April 20, 2023 and is redeemable April 20, 2033.	**1,000,000**	1,000,000
Belize Tourism Board Series 1 Transformation Bond was issued April 20, 2023 and is redeemable April 20, 2028.	**500,000**	500,000
Subscription paid for Belize Electricity Limited Series 11 debentures with interest rate of 4.5% per annum payable quarterly, maturing December 31, 2035.	**2,999,984**	1,999,960
Belize Credit Union Assurance Services Ltd. - 2,615 common shares with par value of $5.00.	**13,075**	13,075
Hydro Belize Limited - 80,000 shares with par value of $29.00.	**2,320,000**	-
Shared Services Network Limited - 17,648 shares with par value of $10.	**160,433**	160,433
	$ 19,903,911	$ 22,048,468

8. Property, plant and equipment

	Land (v)	Buildings & structures (v)	Furniture & fixtures (c)	Computer & equipment (c)	Motor vehicles (c)	Construction-in-progress (c)	Total
Cost (c), Valuation (v)							
Balance April 1, 2025	**$ 1,909,601**	**$ 3,610,554**	**$ 584,043**	**$ 2,995,202**	**$ 5,035**	**$ 7,747,767**	**$ 16,852,202**
Additions	**-**	**1,224,148**	**366,114**	**789,988**	**-**	**3,181,905**	**5,562,155**
Transfer	**-**	**10,929,672**	**-**	**-**	**-**	**(10,929,672)**	**-**
Disposals	**-**	**(345,074)**	**-**	**-**	**-**	**-**	**(345,074)**
Revaluation (Notes 2l and 14)	**577,964**	**-**	**-**	**-**	**-**	**-**	**577,964**
Balance, March 31, 2026	**2,487,565**	**15,419,300**	**950,157**	**3,785,190**	**5,035**	**-**	**22,647,247**
Accumulated depreciation							
As at April 1, 2025	**-**	**1,263,042**	**517,808**	**2,224,892**	**5,035**	**-**	**4,010,777**
Additions	**-**	**137,598**	**32,138**	**179,571**	**-**	**-**	**349,307**
Disposals	**-**	**(345,074)**	**-**	**-**	**-**	**-**	**(345,074)**
Revaluation (Notes 2l and 14)	**-**	**(302,177)**	**-**	**-**	**-**	**-**	**(302,177)**
Balance, March 31, 2026	**-**	**753,389**	**549,946**	**2,404,463**	**5,035**	**-**	**3,712,833**
Net Book Value, March 31, 2026	**$ 2,487,565**	**$ 14,665,911**	**$ 400,211**	**$ 1,380,727**	**$ -**	**$ -**	**$ 18,934,414**

	Land (v)	Buildings & structures (v)	Furniture & fixtures (c)	Computer & equipment (c)	Motor vehicles (c)	Construction-in-progress (c)	Total
Cost (c), Valuation (v)							
Balance April 1, 2024	$ 1,909,601	$ 3,078,581	$ 579,344	$ 2,684,115	$ 5,035	$ 4,005,607	$ 12,262,283
Additions	-	6,075	4,699	311,087	-	4,268,058	4,589,919
Transfer	-	525,898	-	-	-	(525,898)	-
Balance, March 31, 2025	1,909,601	3,610,554	584,043	2,995,202	5,035	7,747,767	16,852,202
Accumulated depreciation							
As at April 1, 2024	-	1,203,976	490,906	2,071,355	5,035	-	3,771,272
Additions	-	59,066	26,902	153,537	-	-	239,505
As at 31 March 2025	-	1,263,042	517,808	2,224,892	5,035	-	4,010,777
Net Book Value, March 31, 2025	$ 1,909,601	$ 2,347,512	$ 66,235	$ 770,310	$ -	$ 7,747,767	$ 12,841,425

9. Investment properties

	Land	Building	Total
Valuation			
Balance, April 1, 2025	$ 46,811	$ 173,096	$ 219,907
Revaluation (Notes 2l and 14)	142,761	-	142,761
Balance, March 31, 2026	189,572	173,096	362,668
Accumulated depreciation			
Balance, April 1, 2025	-	68,922	68,922
Additions	-	3,463	3,463
Revaluation (Notes 2l and 14)	-	(15,717)	(15,717)
Balance, March 31, 2026	-	56,668	56,668
Net book value, March 31, 2026	**$ 189,572**	**$ 116,428**	**$ 306,000**

	Land	Building	Total
Valuation			
Balance, April 1, 2024	$ 46,811	$ 173,096	$ 219,907
Additions	-	-	-
Balance, March 31, 2025	46,811	173,096	219,907
Accumulated depreciation			
Balance, April 1, 2024	-	65,460	65,460
Additions	-	3,462	3,462
Balance, March 31, 2025	-	68,922	68,922
Net book value, March 31, 2025	**$ 46,811**	**$ 104,174**	**$ 150,985**

10. Intangible asset

	2026	2025
Cost		
Balance, beginning of year	**$ 968,392**	$ 968,392
Balance, end of year	**968,392**	968,392
Accumulated depreciation		
Balance, beginning of year	**963,962**	961,748
Additions	**2,215**	2,214
Balance, end of year	**966,177**	963,962
Net book value	**$ 2,215**	$ 4,430

11. Members' deposits

	2026	2025
Share deposit accounts	**$ 11,667,839**	$ 10,708,247
Term deposits	**4,279,483**	4,605,623
Gross members' deposits	**15,947,322**	15,313,870
Current portion members' deposits	**15,866,725**	14,313,870
Non-current portion members' deposits	**80,597**	1,000,000
	$ 15,947,322	$ 15,313,870

12. Severance payable

	2026	2025
Beginning balance	**$ 373,335**	$ 360,279
Additional provision	**-**	58,231
Benefits paid	**(101,806)**	(45,175)
Ending balance	**271,529**	373,335
Less: current portion	**(34,018)**	(32,914)
Long term portion	**$ 237,511**	$ 340,421

13. Long term debt

	2026	2025
Social Investment Fund interest-free loan of $100,000 (fully drawn down) for a period of 25 years with no fixed repayment terms. Loan is to be used for on lending to eligible borrowers for housing construction or improvement in accordance with agreement dated September 19, 2005.	**$ 11,212**	$ 11,212
Social Investment Fund interest-free loan of $100,000 (fully drawn down) for a period of 25 years with no fixed repayment terms. Loan is to be used for on lending to eligible borrowers for housing construction or improvement in accordance with agreement dated December 28, 2006.	**100,000**	100,000
	$ 111,212	$ 111,212

14. Revaluation reserve

An updated valuation of all properties and buildings was performed by Karim Arthurs, an independent Senior Certified Valuer, and was adopted by management as at March 31, 2026.

		2026		2025
Beginning balance	**$**	**354,953**	$	354,953
Revaluation surplus property, plant and equipment		**880,141**		-
Revaluation surplus investment properties		**158,478**		-
Ending balance	**$**	**1,393,572**	$	354,953

15. Dividends and rebates

At the 79th Annual General Meeting, distribution of surplus for fiscal year end March 31, 2025 dividends of 2.75% on regular shares and 7% on mandatory shares and rebates of 3.00% were proposed and accepted. After consultation with the Central Bank of Belize, distribution of surplus for fiscal year ended March 31, 2024 dividends of 2.75% on regular shares and 6.5% on mandatory shares and rebates of 3.00% were proposed and accepted.

16. Restatement

Certain prior-period amounts have been restated to conform to the current year's presentation. These restatements did not impact previously reported total assets, liabilities, members' equity, or surplus.

Long term investments in financial assets: equity investment
During the year ended March 31, 2025, an amount receivable from Belize Credit Union League Limited was converted into an equity investment through the issuance of shares in Shared Services Network Limited upon its incorporation. This investment was incorrectly retained within other receivables and prepayments rather than being recognised and presented as a long-term equity investment in financial institutions.

Loans receivable from members: allowance for losses
In prior year, long-term portion of loans receivable from members was presented net of the provision for loan losses, while the current portion was presented at its gross carrying amount. To conform with generally accepted accounting principles, the presentation has been revised so that the current portion of loans receivable from members is now reported net of the provision for loan losses. This treatment reflects that the allowance for credit losses is most appropriately aligned with amounts expected to be collected within the next operating cycle.

Members' deposits: current portion
In prior periods, all members' deposits were presented as current liabilities. The contractual maturity profiles of these balances were assessed, and it was identified that certain deposits have maturities extending beyond twelve months from the reporting date. These deposits have been reclassified to non-current liabilities to better reflect their settlement terms.

16. Restatement (continued)

Severance payable: current portion
In prior periods, the current portion of severance payable did not appropriately reflect the expected timing of settlement. These estimates were reassessed and revised to better reflect the potential and amount of payouts to qualifying staff. As a result, the current and non-current portions have been reclassified in line with the revised settlement expectations.

The following tables summarizes the impact on the Credit Union's financial statements.

	Impact on statement of financial position		
	As previously reported March 31, 2025	Restatement adjustment	As restated March 31, 2025
Current assets			
Other receivables and prepayments	$ 1,167,220	$ (160,433)	$ 1,006,787
Loans receivable from members	4,206,074	(3,310,632)	895,442
Total current assets	**$ 5,373,294**	**$ (3,471,065)**	**$ 1,902,229**
Non-current assets			
Long term investments in financial assets	$ 21,888,035	$ 160,433	$ 22,048,468
Loans receivable from members	52,209,197	3,310,632	55,519,829
Total non-current assets	**$ 74,097,232**	**$ 3,471,065**	**$ 77,568,297**

	Impact on statement of financial position		
	As previously reported March 31, 2025	Restatement adjustment	As restated March 31, 2025
Current liabilities			
Members' deposits	$ 15,313,870	$ (1,000,000)	$ 14,313,870
Severance payable	285,389	(252,475)	32,914
Total current liabilities	**$ 15,599,259**	**$ (1,252,475)**	**$ 14,346,784**
Non-current liabilities			
Members' deposits	$ -	$ 1,000,000	$ 1,000,000
Severance payable	87,946	252,475	340,421
Total non-current liabilities	**$ 87,946**	**$ 1,252,475**	**$ 1,340,421**

Only the affected line items are presented in the tables above; all other financial statement line items are unchanged.

17. Interest income on loans

	2026	2025
Business loans	**$ 55,171**	$ 98,515
Educational loans	**28,684**	30,180
Housing and home improvement loans	**1,562,582**	1,603,585
Motor vehicle loans	**100,717**	88,408
Personal loans	**3,698,036**	3,428,677
Real estate loans	**69,068**	59,319
	$ 5,514,258	$ 5,308,684

18. Taxation

As a registered credit union in Belize, the Credit Union is exempt from taxes on interest income under the Income and Business Tax Act.

General Sales Tax of 12.5% is a tax on consumer spending collected at the point of sale of goods and services. The Credit Union pays General Sales Tax as a regular consumer.

19. Related parties

Related parties include the members of the Board of Directors ("Directors"), Supervisory Committee, Credit Committee, key management personnel and other related parties. Key management personnel are defined as those persons having authority and responsibility for planning, directing and controlling the Credit Union's activities, directly or indirectly. Other related parties include employees.

Details of balances with related parties at each reporting date are set out in the following table:

	Directors and key management	**Other related parties**	**Total**
March 31, 2026			
Loans to customers	$ 1,219,977	$ 882,272	$ 2,102,249
Member deposits	905,467	153,703	1,059,170
	$ 2,125,444	$ 1,035,975	$ 3,161,419
March 31, 2025			
Loans to customers	$ 919,444	$ 1,007,131	$ 1,926,575
Member deposits	834,582	133,414	967,996
	$ 1,754,026	$ 1,140,545	$ 2,894,571

20. Commitments and contingent liabilities

In the ordinary course of its operations, the Credit Union enters into commitments and may be subject to contingent liabilities that are not reflected in the financial statements. These arise from the Credit Union's normal lending activities and from legal or regulatory proceedings. Commitments represent obligations that may give rise to future cash outflows, while contingent liabilities represent possible obligations whose existence will be confirmed only by the occurrence or non-occurrence of uncertain future events.

Commitments
Loan facilities approved but not yet disbursed to members amounted to $591,302 (2025: $585,375).

Contingent liabilities
The Credit Union is a defendant in a labor dispute brought by a former employee, Mr. Michael Sutherland, currently proceeding before the Labor Tribunal. Management estimates the maximum potential exposure at approximately $60,000. Based on legal advice received, management is of the view that the Credit Union has reasonable grounds to defend its position and accordingly no provision has been recognized.

21. Events after the reporting period

There were no adjusting or significant non-adjusting events that occurred between the March 31, 2026, reporting date and the date of authorization for issuance.

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