

The Credit Committee is pleased to report that the fiscal outlook for the Bahamas Law Enforcement Cooperative Credit Union (“BLECCU”) fiscal year 2023/2024 remains stable, supported by steady economic growth and prudent financial management. Since the last Annual General Meeting, the Credit Committee has meticulously worked to assist its members.

The Credit Committee is comprised of 5 members; 3 elected members and 2 Directors appointed by the Board of Directors to provide additional oversight to the Committee. The serving members of the Credit Committee are as follows:

Kevin Farrington	Chairperson
Renaldo Toote	Secretary
Melanie Allen	Member
Trumaine Taylor	Member
Corey Damianos	Member

During the 2023 BLECCU fiscal year, the Credit Committee met bi-weekly pursuant to The BLECCU Act, 2015 and its Bye-Laws. The Credit Committee reviewed 255 loan applications of which 200 were approved totaling \$9,174,715.67.

The Credit Committee can emphatically state that our duties were executed according to best practices, despite ongoing challenges such as Regulatory Compliance – as the financial sector is one of the most heavily regulated industries.

Staying compliant with ever-changing local and sometimes international regulations require resources, good data, and ongoing training. The BLECCU’s financial position is expected to remain resilient. This report provides an overview of key economic indicators, an analysis of the Credit Union’s financial performance, and recommendations for maintaining financial stability.

****Economic Overview:****

Economic growth is projected to remain moderate, supported by key economic factors such as: employment stability; increasing membership; sustainable deposits; and competitive interest rates.

All key indicators suggests that the labor market is expected to remain stable.

****Credit Union Performance:****

Our Loan portfolio growth has been steady, driven by an increase in collateral loans which are influenced by the supply and demand chain in the construction markets; real estate market indicators and household goods.

Asset quality such as the share loan portfolio and deposits, remains strong, with low levels of non-performing loans and a robust collection efforts.

The BLECCU's Liquidity position is sufficiently adequate and capital adequacy is strong, with capital ratios within regulatory requirements.

****Recommendations:****

As the BLECCU continues to see growth headed towards 2024 fiscal year, the Credit Committee urges Management to continue to monitor economic indicators and adjust lending policies accordingly. Particular emphasis must target the following areas:

- Strengthen risk management practices to mitigate potential risks.
- Explore opportunities for diversifying revenue sources.
- Maintain a conservative approach to liquidity and capital management.

****Conclusion:****

The fiscal outlook for the BLECCU is positive, supported by a stable economic environment and strong financial fundamentals. By maintaining a focus on prudent financial management and strategic decision-making, the credit union is well-positioned to navigate challenges and achieve long-term success.



Kevin Farrington
Chairman



Renaldo Toote
Secretary