



Pentecostal
Community Bank



The Pentecostal Community Bank

46th Annual General Meeting
6pm via Zoom
Saturday 14 March 2026





**Pentecostal
Community Bank**

AGM agenda

1. Welcome from the Chair
2. Opening prayer
3. Scripture: 1 Corinthians 4: 1-5
4. Apologies
5. Minutes of last AGM: 15 March 2025
6. Matters arising
7. Directors' report
8. Youth Shadow Board report
9. Speaker: Chantel Brooks
10. Loan report
11. Audit Committee report
12. Nominations for the Board
13. PCU Financial Statements
 - i. Independent auditor report
 - ii. Accounts
 - iii. Recommendation for dividend
14. Appointment of auditor
15. Close in prayer

Scripture



1 Corinthians 4: 1-5

This, then, is how you ought to regard us: as servants of Christ and as those entrusted with the mysteries God has revealed.

- 2 Now it is required that those who have been given a trust must prove faithful.
- 3 I care very little if I am judged by you or by any human court; indeed, I do not even judge myself.
- 4 My conscience is clear, but that does not make me innocent. It is the Lord who judges me.
- 5 Therefore judge nothing before the appointed time; wait until the Lord comes. He will bring to light what is hidden in darkness and will expose the motives of the heart. At that time each will receive their praise from God.

Minutes of the 45th Annual General Meeting of the Pentecostal Credit Union

Now trading as The Pentecostal Community Bank



Held on Saturday 15 March 2025 via Zoom

The meeting opened at approximately 6.10pm and closed at approximately 7.21pm.

Chair: Leslie Laniyan

Secretary: Patricia Toussainte

1. Welcome, opening prayers and scripture

- 1.1 The Chair opened the meeting and advised that questions should be posted in the chat and directed to **Elaine Bowes**.
- 1.2 Opening prayer was led by **Geoff Folkes**.
- 1.3 Scripture reading (Acts 4:32-35) was read by **Marcia Jones**.

2. Apologies

Apologies were received from: **Judy Regis, Marilyn Tapper, Kathleen Johnson, Bella Ojamaduka**.



3. Minutes of the previous AGM (16 March 2024)

- 3.1 A summary of the minutes of the AGM held on 16 March 2024 were presented by **Patricia Toussainte** PCB Secretary
- 3.2 The minutes were approved as an accurate record, proposed by **Geoff Folkes** and seconded by **Lorna Lynch**.

4. Matters arising

There were no matters arising.

5. Chair's/Directors' report

- 5.1 The Chair presented the Directors' report and noted this was the first AGM under the new trading name, the Pentecostal Community Bank, and reflected the organisation's growth and development.
- 5.2 The Chair summarised the organisation's strategic direction and five long-term objectives, and thanked the CEO and team, and the members, for their support.
- 5.3 Questions: None were raised.





6. Youth Shadow Board update

- 6.1 **Amaris Williamson** (Chair, Youth Shadow Board) provided an update including: rebranding/transition as members mature into adulthood; plans to connect with junior savers; engagement with youth groups across churches; and continued community support activity (including the Christmas Hamper programme).
- 6.2 Questions: None were raised.

7. Guest speaker presentation

- 7.1 The Chair introduced **David Frederick**, who delivered a member education presentation focused on Inheritance Tax (IHT).
- 7.2 The Chair thanked the speaker for the presentation.



8. Loan report (financial year 1 October 2023 to 30 September 2024)

- 8.1 The CEO, **Shane Bowes**, presented the loan report for the year 1 October 2023 to 30 September 2024.
- 8.2 Total cumulative lending for the period was £2,086,458.99, with monthly lending figures read into the record (October 2023 to September 2024).
- 8.3 The Chair noted the year as successful.

9. Audit Committee report

- 9.1 **Ann Waugh** (Chair, Audit Committee) presented the Audit Committee report, confirming oversight of the internal controls framework and reporting that completed audits received the highest ('substantial') rating.
- 9.2 The Audit Committee provided assurance that controls were operating satisfactorily and exceeding industry standards.
- 9.3 The Audit Committee highlighted focus areas for the next year, including: anti-money laundering; risk management; information systems; income/savings; loan compliance; and follow-up audits.
- 9.4 Director attendance was reported as improved, at 79%.



10. Nominations/election to the Board

- 10.1 The Chair advised that nominations had been approved by the Nominations Committee and that Ann Waugh was nominated (bio read to the meeting).
- 10.2 As there were no other vacancies, the Chair confirmed this as an automatic appointment.



11. Financial statements (2023-24 accounting year)

11.1 **Lorna Lynch** presented the financial statements, including a high-level review of income, expenditure and balance sheet items.

11.2 Key points noted:

- Income increased from £576,007.78 (2023) to £731,093.40 (2024) (up 27%, c.£155,000 increase).
- Expenditure reduced from £362,019 (2023) to £242,029 (2024) (down 33%), attributed in part to improved debt management and a positive bad debt provision position.
- Member loans increased from approximately £8.4m to approximately £9.0m (c.8% increase).
- Total assets/liabilities movement was referenced as approximately £66,000 positive year-on-year.

11.3 Questions: None were raised at that point.

12. Appointment of auditors

12.1 The Treasurer/Finance lead (**Lorna Lynch**) explained that auditors are reappointed annually under the rules and proposed changing auditors from Westcotts to Jackson's, due to cost/value for money considerations (with no criticism of the outgoing auditors).

12.2 Resolution: Appointment of Jackson's as auditors for the next financial year was proposed by the Chair and seconded by **Ann Waugh**.

13.Dividend

13.1 A dividend of 2% was proposed, recognising performance while maintaining appropriate reserves.

13.2 Resolution: The 2% dividend was proposed by the Chair and seconded by **David Frederick**, and agreed.

14. Any Other Business (AOB)

There was no other business.



15. Closing prayer and end of meeting

15.1 Closing prayer was led by **Rev. Geoff Folkes**.

15.2 The Chair formally closed the AGM and invited non-board attendees to leave the call so the Board could remain briefly.

Meeting closed at approximately 7:21pm (UK time).

Directors' report 2024-25

Presented by Leslie Laniyan



The 2024-25 financial year reflected continued, values-led progress for the Pentecostal Community Bank (PCB). During the year, PCB strengthened its member offer through new initiatives, expanded engagement activity in the West Midlands, and developed partnerships aligned to its mission.

This report summarises key developments and priorities for the period.

Business development: The PCB Business Hub

PCB remains committed to supporting the economic development of its members, including those who are business owners, entrepreneurs and aspiring founders. Since 2018, PCB has delivered business development initiatives to strengthen enterprise within the membership.

Following the transition from PCU to PCB, the business programme was rebranded from GiftBOX! to the PCB Business Hub. The Hub is open to all members and supports learning, networking and wealth creation. PCB intends to deliver quarterly masterclasses, hosted in settings that encourage practical exchange and peer connection.

On 8 May 2025, PCB held the inaugural PCB Business Hub event at Front Room Space. The event brought together business owners and entrepreneurs and included presentations from experienced founders on the challenges of accessing finance for small and growing businesses. Feedback from attendees was positive, with participants highlighting the value of shared learning and networking.

We really want to encourage our business-owning and entrepreneurial members to engage with the Business Hub. This is a member benefit developed to meet your specific entrepreneurial development needs.

To become part of the Hub, please email us at info@pcb.co.uk



Regional engagement: Birmingham and the West Midlands

PCB serves members across the UK, with a longstanding concentration in London and the South East. From 2025, PCB initiated a programme of increased engagement in Birmingham and the wider West Midlands, focused on building relationships with members, local founders and community stakeholders.

Since September 2025, PCB has undertaken on-the-ground engagement activity in Birmingham, to better understand local needs and to develop longer-term connections. PCB members Nathan and Sabrina Dennis have supported the delivery of this campaign and we want to thank them for their passion and commitment to the delivery of this important initiative for the growth of the organisation. This work will continue as part of PCB's wider growth and outreach plans.





Communications and member engagement: Faith & Finance podcast series

In September 2025, PCB launched its first podcast series, Faith & Finance, hosted by Brenda Emmanus OBE and produced by Damilola Okeke (Come See Podcast). The series features interviews with guests including church leaders, entrepreneurs, financial professionals and cultural contributors, exploring the relationship between faith, financial decision-making and community wellbeing. This is a new venture for us and we're very proud to report that feedback has been exceptional. Our guests have been inspirational, and we encourage you to engage with the programme, where you will gain important tips and insights to enhance your financial wellbeing. Join the podcast family at youtu.be/NA22SKPZWWI



Advocacy and partnerships: Fair Banking for All Campaign

In February 2025, PCB joined the Fair Banking for All Campaign, coordinated by the Finance Innovation Lab and comprising over 30 organisations. The coalition is advocating for a Fair Banking Act, which would require banks to publish data on credit approval outcomes and take action to address disparities. The campaign also promotes partnerships with credit unions, community banks and CDFIs to increase access to affordable and ethical finance for under-served groups.

Outlook and acknowledgements

The Board has approved an agenda of activity for 2025 and beyond to strengthen PCB's services, deepen member engagement and progress its mission. The Directors thank the CEO, **Shane Bowes**, and the staff team for their work during the year and we thank our members and supporters for their continued confidence and support.



Regulatory compliance

In accordance with regulatory requirements, PCB confirms that it maintains Fidelity Bond Insurance and Public Liability Insurance. PCB is compliant with Single Customer View requirements and undertakes only those activities for which it is authorised.

Youth Shadow Board report 2024-25

Presented by Amaris Williamson



Good evening, everyone. I'm Amaris, the Chair of the Youth Shadow Board.

In my report last year, I told you that it was important for us as a group to connect with other youth groups, because we believe this provides a sense of community and it's also a way for us to go back to our foundations of providing these youth groups with Moneywise workshops for different age groups, from as young as seven until 25.

The basis for our work is the PCB Financial Wellbeing Strategy, first edition 2023.

'Financial Foundations' is the first rung of the PCB Financial Wellbeing Strategy. The YSB is built on the philosophy that experiences with and learning about money when we're young can have a direct impact on the ability to manage money later in life. Children start to learn vital money skills and habits between the ages of three and seven. As young people develop into their teens, they benefit from being given increasing responsibility for managing and making choices with money. This way, they learn the skills they'll need for living independently.

Delivery of this aspect of the strategy has been entrusted to us (YSB). We aim to help strengthen early money skills by turning financial education into peer-led, practical learning. Our responsibilities include deepening their financial capability through our programme, designing and delivering age-appropriate workshops, and visiting churches across our constituency to engage young people in building healthy money habits – such as saving, budgeting and making informed choices – so they are better prepared for the financial realities of adult life.

So, this year, we have focused on doing just that. We have revisited the content of the YSB Moneywise workshop to make it more practical and adaptable to address today's money challenges, and to ensure age-specific content. We have begun to go out to churches to deliver them.

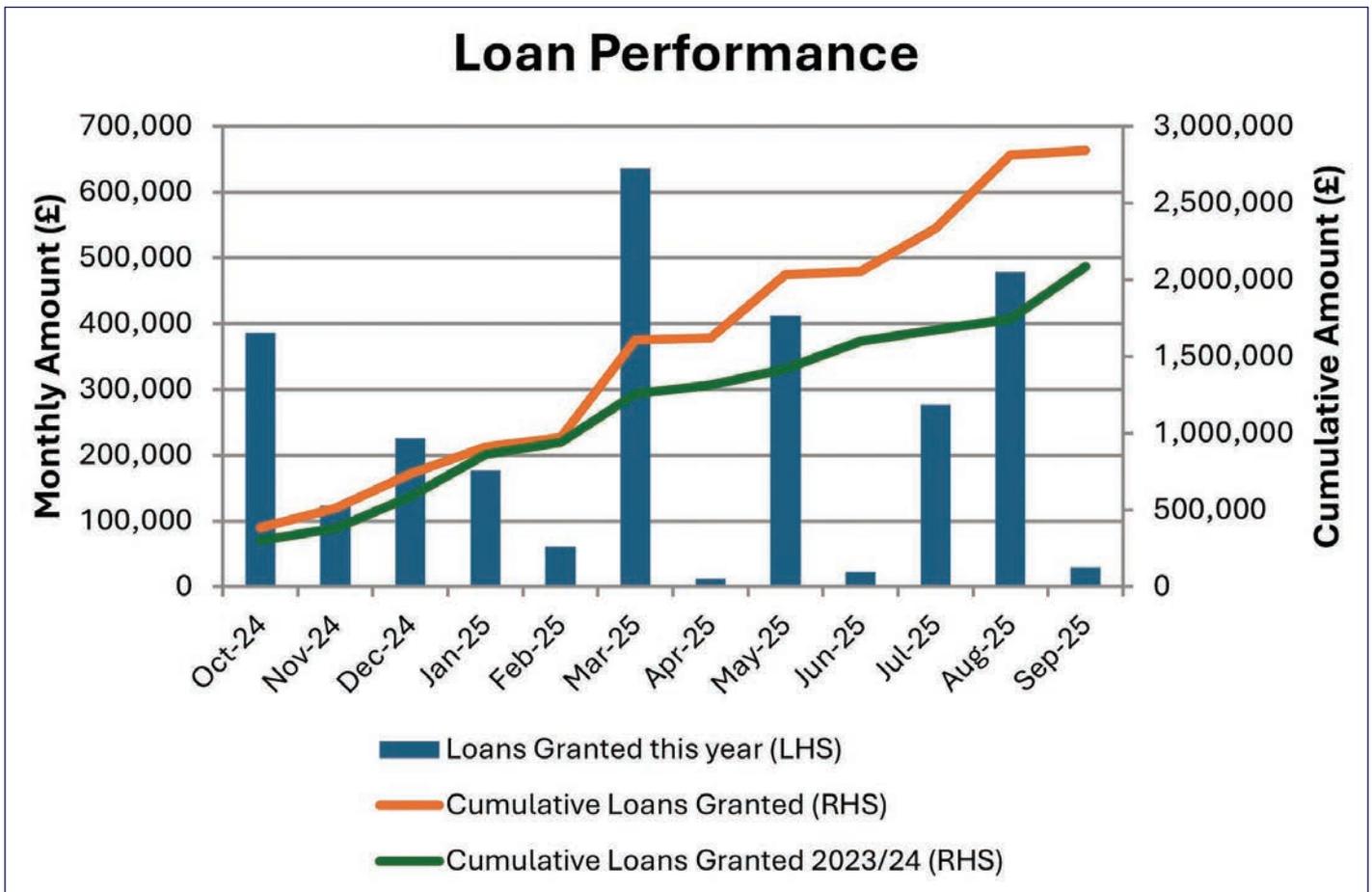
If you are interested in having the YSB come to talk to your young people about money, please get in touch by emailing us at info@pcb.co.uk

For the coming year, we will also retain our focus on giving back to our community and giving a helping hand when there is a need – as we have done over the years, supporting the Christmas Hamper programme of The New Testament Assembly Tooting.



Loans report

1 October 2024 to 30 September 2025



Pentecostal Community Bank

Bring your plans to life with our accessible and affordable loans

PCBank.co.uk

Month	Loans granted (£)	Total (£)
October 2024	386,224	386,224
November 2024	123,745	509,969
December 2024	225,615	735,584
January 2025	176,584	912,168
February 2025	61,200	973,368
March 2025	635,968	1,609,336
April 2025	12,500	1,621,836
May 2025	411,900	2,033,736
June 2025	22,537	2,056,273
July 2025	277,000	2,333,273
August 2025	478,500	2,811,773
September 2025	29,400	2,841,173
Total	2,841,173	2,841,173

Audit Committee report

Presented by Ann Waugh



Introduction

As Audit Committee Chair, I am reporting on our activities for the year ending 30 September 2025. The Committee has effectively overseen Pentecostal Community Bank's (PCB) internal control framework and ensured appropriate risk management, while supporting the mission of community wealth creation, financial resilience and long-term sustainability.

Internal audit results 2024-25

Our internal audits focused on key risk areas with the following results:

Audit area	Assessment	Date
1. Anti-money laundering	Substantial	January 2025
2. Loan compliance	Substantial	March 2025
3. Risk management framework	Reasonable	May 2025
4. Income-savings products	Substantial	July 2025
5. ICT management controls	Limited	July 2025
6. Follow-up 2023-24 recommendations	Completed	August 2025

The follow-up review of 2023-24 internal audits identified two recommendations relating to operational resilience. Both recommendations have now been fully implemented, with the PCB Operational Resilience Policy approved by the Board at its strategic awayday and the Business Continuity Plan redesigned to incorporate additional plausible scenarios, including cyber-attacks and service denial.

Given the opinion of the internal auditors and the other information available to it from its work during the year, the Audit Committee can therefore provide the members with substantial assurance that PCB's control mechanisms are working satisfactorily and exceed industry standards. Our year-on-year assessments of control effectiveness evidence consistently substantial results.

Board attendance

Director attendance at Board meetings averaged 84% for 2024-25, representing a 5% improvement from the previous year.

Member impact

The Committee's oversight work directly benefits our members by ensuring that clear member-first policies are embedded throughout PCB's operational structure. This focus ensures that member interests remain paramount in all decision-making processes.

During the year, the Audit Committee also provided governance feedback on the marketing strategy, reinforcing alignment with PCB's objectives and ensuring proposed approaches serve the best interests of our membership.

The external audit confirms that PCB continues to sustain full compliance with all applicable regulations. The capital-to-assets ratio remains at 23%, well above the 8% legal requirement, and total assets have grown year-on-year. While the accounts for the year reflect a modest net deficit, this is largely attributable to prudent increases in bad debt provisioning and the Board's decision to double the member dividend to 2% – both of which demonstrate a commitment to long-term financial resilience and member benefit.

Forward planning 2025-26 audits

The Indicative Audit Strategy 2024-27 and Annual Plan 2025-26 have been developed through risk assessment to ensure comprehensive coverage. In October 2025, the Board approved the revised three-year audit schedule, developed following the Audit Committee's discussions with Shane Bowes, CEO. The Board was particularly pleased with how well the audit programme aligns with PCB's strategic objectives of Growth, Transformation and Leadership. The Board has also endorsed the continuation of our audit relationship with TIAA.

Focus areas for the coming year include:

- Q1 Cyber security
- Q2 Vulnerability & complex needs
- Q3 Code of governance
- Q4 Bad debts & arrears management

Follow-up audits



Forward-look

As PCB moves forward, the evolving regulatory and economic landscape presents both challenges and opportunities. The Prudential Regulation Authority (PRA) continues to emphasise operational resilience and digital security, while the Financial Conduct Authority (FCA) has sharpened its focus on fair digital transformation practices, including ensuring that digitalisation does not exclude members who rely on traditional access channels. Industry analysts predict stabilising interest rates, but sustained margin pressures, alongside rising technology investment demands, will continue. However, PCB can continue to differentiate through relationships as your trusted financial partner, particularly as larger banks continue to scale back their physical presence.

By maintaining strong governance, financial resilience, and strategic technological investment, PCB can continue delivering value to its members while ensuring regulatory compliance and long-term sustainability. The Audit Committee remains vigilant as PCB adapts effectively to this dynamic environment.

Acknowledgments

The Audit Committee extends sincere thanks to the CEO for his exceptional cooperation throughout the year. We also commend the Board for their collective commitment to good governance and continued support of the Audit Committee.

Conclusion

The Audit Committee remains vigilant regarding PCB's strategic developments and will continue to be cognisant of current outlooks from regulatory bodies and industry analysts, whilst adapting our audit areas and oversight approach accordingly to ensure robust assurance mechanisms are maintained.

The Pentecostal Community Bank
Report and Financial Statements
30 September 2025

**The Pentecostal Community Bank
Report and accounts
Contents**

	Page
Company information	1
Directors' report	2
Independent auditors' report	5
Revenue account	8
Balance sheet	9
Statement of changes in members' funds	10
Statement of cash flows	11
Notes to the financial statements	12

The Pentecostal Community Bank Company Information

Chairman

Mr G L Laniyan

Directors

Mr G L Laniyan
Ms P M Toussainte
Ms M Jones
Miss L Lynch
Mr D Frederick
Rev G Folkes

Audit Committee

Miss A Waugh

Treasurer

Mr S Bowes

Secretary

Ms P M Toussainte

Loan officer

Ms R Henderson

Auditors

Jacksons
First Floor
Albion House
Albion Street
Hull
HU1 3TE

Bankers

The Co-operative Bank PLC
PO Box 250
Southway
Skelmersdale
WN8 6WT

Registered office

15 Oldridge Road
Balham
London
SW12 8PL

Registered number

IP00006C

The Pentecostal Community Bank

Registered number: IP00006C

Directors' Report

The directors present their report and financial statements for the year ended 30 September 2025.

Principal activities

The company's principal activity during the year continued to be that defined in the Credit Union Act 1979 and there have been no significant changes in the activities during the year.

Review of business

The credit union made a loss for the year of £19,496 (2024: profit of £332,522). As at 30th September 2025 the credit union held reserves of £3,254,307 (2024: £3,273,803) which will be used to fund future activities.

Principal risks

The principal risk facing the credit union is the default of loans to members. This risk is managed by reviewing loan applications and assessing the likelihood of loans being repaid. Other risks are disclosed in Note 18 to the financial statements.

Directors

The following persons served as directors during the year:

Mr G L Laniyan
Ms P M Toussainte
Miss L Lynch
Ms M Jones
Mr D Frederick
Rev G Folkes

Directors' responsibilities

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

Co-operative and Community Benefit Society law requires the directors to prepare financial statements for each financial year. The directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (Financial Reporting Standard 102 and applicable law). Under that law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Credit Union and of the income and expenditure of the Credit Union for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Co-operative and Community Benefit Societies Act 2014. 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.

The Pentecostal Community Bank

Registered number: IP00006C

Directors' Report

Disclosure of information to auditors

Each person who was a director at the time this report was approved confirms that:

- so far as he or she is aware, there is no relevant audit information of which the company's auditor is unaware; and
- he or she has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This report was approved by the board on 30 January 2026 and signed on its behalf.

M P M Toussainte
Director

The Pentecostal Community Bank

Independent auditor's report

to the members of Pentecostal Community Bank

Opinion

We have audited the financial statements of Pentecostal Community Bank Limited for the year ended 30 September 2025 which comprise the Revenue account, Balance Sheet, Statement of Changes in Members Funds, Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the credit union's members, as a body, in accordance with Credit Unions Act 1979. Our audit work has been undertaken so that we might state to the credit union's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the credit union and the credit union's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the credit union's affairs as at 30 September 2025 and of its surplus or deficit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Co-operative and Community Benefit Societies Act 2014 and the Credit Unions Act 1979.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the credit union in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the report and financial statements, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. 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 we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

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

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

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

The Pentecostal Community Bank

Independent auditor's report

to the members of Pentecostal Community Bank

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report.

We have nothing to report in respect of the following matters in relation to which the Co-operative and Community Benefit Societies Act requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the credit union's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the credit union or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

As part of our planning process:

- We enquired of management the systems and controls the credit union has in place, the areas of the financial statements that are mostly susceptible to the risk of irregularities and fraud, and whether there was any known, suspected or alleged fraud.
- We obtained an understanding of the legal and regulatory frameworks applicable to the credit union and we determined that the following were most relevant: FRS 102, Credit Unions Act 1979, Co-operative and Community Benefit Societies Act 2014, Health and Safety at Work Act, Employment Law, FCA Handbook
- We considered the incentives and opportunities that exist in the credit union, including the extent of management bias, which present a potential for irregularities and fraud to be perpetrated, and tailored our risk assessment accordingly.
- Using our knowledge of the credit union, together with the discussions held with the credit union at the planning stage, we formed a conclusion on the risk of misstatement due to irregularities, including fraud, and tailored our procedures according to this risk assessment.

The key procedures we undertook to detect irregularities, including fraud, during the course of the audit included:

- Identifying and testing journal entries and the overall accounting records. In particular, we tested items that were significant and unusual.

The Pentecostal Community Bank
Independent auditor's report
to the members of Pentecostal Community Bank

- Reviewing the financial statement disclosures and determining whether accounting policies have been appropriately applied.
- Reviewing and challenging the assumptions and judgements used by management in their significant accounting estimates. In particular, we considered impairment of loan debtors and valuation of land and buildings.
- Assessing the extent of compliance, or lack of, with the relevant laws and regulations.
- Testing key revenue lines
- Performing physical verification of key assets
- Obtaining third party confirmation of material balances
- Documenting and verifying significant related party balances and transactions
- Reviewing documentation such as the credit union board minutes and correspondence with regulators

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements even though we have properly planned and performed our audit in accordance with auditing standards. The primary responsibility for the prevention and detection of irregularities and fraud rests with the directors.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Mark Jackson BA FCA
(Senior Statutory Auditor)
for and on behalf of
Jacksos
Accountants and Statutory Auditors
26 February 2026

First Floor
Albion House
Albion Street
Hull
HU1 3TE

**The Pentecostal Community Bank
Revenue Account
for the year ended 30 September 2025**

	Notes	2025 £	2024 £
Loan interest receivable and similar income	4	734,460	731,934
Dividend paid		(197,912)	(100,011)
Net interest income		<u>536,548</u>	<u>631,923</u>
Administrative expenses		(516,961)	(242,029)
Operating profit	6	<u>19,587</u>	<u>389,894</u>
Tax on profit on ordinary activities	8	(39,083)	(57,372)
Profit/(loss) for the financial year		<u>(19,496)</u>	<u>332,522</u>

The Pentecostal Community Bank
Balance Sheet
as at 30 September 2025

IP00006C

	Notes	2025 £	2024 £
Fixed assets			
Intangible assets	9	194	291
Tangible assets	10	464,357	473,834
		<u>464,551</u>	<u>474,125</u>
Current assets			
Debtors	11	10,032,992	8,630,234
Cash at bank and in hand		3,629,838	4,438,797
		<u>13,662,830</u>	<u>13,069,031</u>
Creditors: amounts falling due within one year	15	(57,613)	(83,711)
Net current assets		<u>13,605,217</u>	<u>12,985,320</u>
Net assets		<u>14,069,768</u>	<u>13,459,445</u>
Reserves			
Revenue reserve		1,261,180	1,280,676
General reserve		1,580,594	1,580,594
Growth fund reserve		412,533	412,533
		<u>3,254,307</u>	<u>3,273,803</u>
Members' deposits	16	10,815,461	10,185,642
Members' funds		<u>14,069,768</u>	<u>13,459,445</u>

Approved by the board on 30 January 2026 and approved on its behalf

Ms P M Toussainte
 Director

Mr D Frederick
 Director

Ms P M Toussainte
 Secretary

The Pentecostal Community Bank
Statement of Changes in Members' Funds
for the year ended 30 September 2025

	Revenue reserve	General reserve	Other reserves	Total reserves
	£	£	£	£
At 1 October 2023	948,154	1,580,594	412,533	2,941,281
Profit for the financial year	332,522	-	-	332,522
At 30 September 2024	<u>1,280,676</u>	<u>1,580,594</u>	<u>412,533</u>	<u>3,273,803</u>
At 1 October 2024	1,280,676	1,580,594	412,533	3,273,803
Profit for the financial year	(19,496)	-	-	(19,496)
At 30 September 2025	<u>1,261,180</u>	<u>1,580,594</u>	<u>412,533</u>	<u>3,254,307</u>

The Pentecostal Community Bank
Statement of Cash Flows
for the year ended 30 September 2025

	2025	2024
	£	£
Operating activities		
Operating profit	19,587	389,894
Adjustments for:		
Depreciation	9,477	9,670
Decrease in impairment provision	75,098	(240,153)
Amortisation of goodwill	97	97
(Increase)/decrease in debtors	26,571	10,625
Decrease in creditors	(7,810)	11,396
Changes in operating assets and liabilities		
Cash inflow from members' deposits	2,680,884	2,809,512
Cash outflow from repaid members' deposits	(2,051,065)	(3,112,919)
New loans to members	(3,285,177)	(2,086,459)
Repayment of loans to members	1,780,750	1,403,795
Corporation tax paid	(57,371)	(31,704)
Cash used in operating activities	<u>(808,959)</u>	<u>(836,246)</u>
Investing activities		
Proceeds from sale of tangible fixed assets	-	6,784
Cash used in investing activities	<u>-</u>	<u>6,784</u>
Net cash used		
Cash used in operating activities	(808,959)	(836,246)
Cash used in investing activities	-	6,784
Net cash used	<u>(808,959)</u>	<u>(829,462)</u>
Cash and cash equivalents at 1 October	<u>4,438,797</u>	<u>5,268,259</u>
Cash and cash equivalents at 30 September	<u>3,629,838</u>	<u>4,438,797</u>
Cash and cash equivalents comprise:		
Cash at bank	<u>3,629,838</u>	<u>4,438,797</u>

The Pentecostal Community Bank
Notes to the Accounts
for the year ended 30 September 2025

1 Legal and regulatory framework

The Pentecostal Community Bank Limited is an organisation established under the Co-operative and Community Benefit Societies Act 2014, whose principal activity is to operate as a credit union, within the meaning of the Credit Unions Act 1979. The Pentecostal Community Bank has registered with the Financial Conduct Authority and is regulated by the Prudential Regulation Authority under the provision of the Financial Services and Markets Act 2000.

2 Summary of significant accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The financial statements are prepared on the historical cost basis. The Pentecostal Community Bank meets the definition of a public benefit entity under FRS 102.

Going concern

The financial statements are prepared on the going concern basis. The directors of Pentecostal Community Bank believe this is appropriate despite a mismatch in the maturity of analysis of subscribed capital and loans to members, because any deficit would be covered by the investments currently held by the Credit Union.

Income

Loan interest receivable and similar income: Interest on both loans to members and cash at banks (ie cash and cash equivalents held on deposit with other financial institutions) is recognised using the effective interest method.

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

Other income is recognised when the criteria have been performed that enable the credit union to claim the income concerned.

Intangible fixed assets

Separately acquired trademarks and licences are shown at historical cost.

Trademarks, licences (including software) and customer-related intangible assets acquired in a business combination are recognised at fair value at the acquisition date.

Trademarks, licences and customer-related intangible assets have a finite useful life and are carried at cost less accumulated amortisation and any accumulated impairment losses.

The Pentecostal Community Bank
Notes to the Accounts
for the year ended 30 September 2025

Tangible fixed assets

Tangible fixed assets comprise Land and buildings which are stated at cost, less accumulated depreciation and any accumulated impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset.

Depreciation is provided to write off the cost of each item of tangible fixed assets, less its estimated residual value, on a straight line basis over its estimated useful life. The categories of tangible fixed assets are depreciated using the straight line method as follows:

Land and buildings	2% reducing balance
--------------------	---------------------

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand with the Bank of England and loans and advances to banks (ie cash deposited with banks) with maturity of less than or equal to 12 months.

Financial assets - loans and advances to members

Loans to members are financial assets with fixed or determinable payments, and are not quoted in an active market. Loans are recognised when cash is advanced to members and measured at amortised cost using the effective interest rate method.

Loans are derecognised when the right to receive cash flows from the asset have expired, usually when all amounts outstanding have been repaid.

Impairment of financial assets

The Pentecostal Community Bank Limited assesses, at each balance sheet date, if there is objective evidence that any of its loans to members are impaired. The loans are assessed collectively in groups that share similar credit risk characteristics, because no loans are individually significant. In addition, if, during the course of the year, there is objective evidence that any individual loan is impaired, a specific loss will be recognised.

Any impairment losses are recognised in the revenue account.

Members deposits

Members shareholdings in The Pentecostal Community Bank are repayable on demand and therefore classified as financial liabilities. They are recognised at the amount of cash deposited.

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price).

Taxation

The tax charge for the year reflects current tax payable. Current tax is the expected Corporation Tax payable for the year, using tax rates in force for the year. The Pentecostal Community Bank's not liable to Corporation Tax payable on its activities of making loans to members as these are not classified as a trade. However Corporation Tax is payable on investment income and profits arising from the management and administration of contracts and income received from fee generating bill payment accounts offered to members.

Employee benefits

Short and long term employee benefits are recognised as an expense over the period they are earned.

The Pentecostal Community Bank
Notes to the Accounts
for the year ended 30 September 2025

Reserves

Reserves are the accumulated surpluses to date that have not been declared as dividends returnable to members.

Provisions

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

3 Critical accounting estimates and judgements

The preparation of financial statements requires the use of certain accounting estimates. It also requires the Directors to exercise judgement in applying The Pentecostal Community Bank's accounting policy. The areas requiring a higher degree of judgement, or complexity, and areas where assumptions or estimates are most significant to the financial statements, are disclosed below.

Impairment losses

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

4 Loan interest and similar income	2025	2024
	£	£
Entrance fees	1,580	1,714
Income from loans to members	550,186	493,972
Interest received on investments	161,636	230,648
Other revenue	<u>21,058</u>	<u>5,600</u>

Unless otherwise stated the income of the credit union is derived from the area within its common bond.

The Pentecostal Community Bank
Notes to the Accounts
for the year ended 30 September 2025

5 Dividend payable

The dividend is formally proposed by the Directors after the year end and is confirmed at the following AGM. As a result it does not represent a liability at the balance sheet date.

	2025	2024
	£	£
Dividends paid during the year		
Dividends paid to Members	197,912	100,011
	<u>197,912</u>	<u>100,011</u>

6 Operating profit

2025
£

2024
£

This is stated after charging:

Depreciation of owned fixed assets	9,477	9,670
Amortisation of goodwill	97	97
Auditors' remuneration for audit services	6,600	12,300
Auditors' remuneration for other services	480	-

7 Staff costs

2025
£

2024
£

Wages and salaries	99,366	90,337
Social security costs	3,743	5,778
Other pension costs	2,505	2,541
	<u>105,614</u>	<u>98,656</u>

Average number of employees during the year

Number

Number

Administration	<u>2</u>	<u>2</u>
----------------	----------	----------

8 Taxation

2025
£

2024
£

Analysis of charge in period

Current tax:

UK Corporation Tax on investment income and for the period profits arising from the management and administration of contracts.

39,083

57,372

The Pentecostal Community Bank
Notes to the Accounts
for the year ended 30 September 2025

9 Intangible fixed assets	£
Goodwill:	
Cost	
At 1 October 2024	2,178
At 30 September 2025	<u>2,178</u>
Amortisation	
At 1 October 2024	1,887
Provided during the year	97
At 30 September 2025	<u>1,984</u>
Carrying amount	
At 30 September 2025	<u>194</u>
At 30 September 2024	<u>291</u>

Goodwill is being written off at a reducing balance rate of 25% per year.

10 Tangible fixed assets	Land and buildings
	<i>At cost</i>
	£
Cost or valuation	
At 1 October 2024	690,771
At 30 September 2025	<u>690,771</u>
Depreciation	
At 1 October 2024	216,937
Charge for the year	9,477
At 30 September 2025	<u>226,414</u>
Carrying amount	
At 30 September 2025	<u>464,357</u>
At 30 September 2024	<u>473,834</u>

11 Debtors	2025	2024
	£	£
Loan debtors	10,588,069	9,083,642
Impairment losses on groups of loan debtors	(559,506)	(484,408)
Other debtors	4,429	31,000
	<u>10,032,992</u>	<u>8,630,234</u>

The Pentecostal Community Bank
Notes to the Accounts
for the year ended 30 September 2025

12 Loans and advances to members	2025	2024
	£	£
As at 1 October	9,083,642	8,400,978
Advanced during the year	3,285,177	2,086,459
Repaid during the year	<u>(1,780,750)</u>	<u>(1,403,795)</u>
	<u>10,588,069</u>	<u>9,083,642</u>

13 Credit risk disclosures

The Pentecostal Community Bank Limited does not offer mortgages and as a result all loans to members are unsecured, except that there are restrictions on the extent to which borrowers may withdraw their savings

The carrying amount of the loans to members represents The Pentecostal Community Bank's maximum exposure to credit risk. The following table provides information on the credit quality of loan repayments. Where loans are not impaired it is expected that the amounts repayable will be received in full.

	2025	2024
	£	£
Not impaired:		
Neither past due nor impaired	9,046,701	8,362,795
Up to 3 months past due	<u>325,399</u>	<u>143,849</u>
	9,372,100	8,506,644
Individually impaired:		
Between 3 and 6 months past due	349,391	5,921
Between 6 months and 1 year past due	104,522	49,472
1 year past due	<u>762,056</u>	<u>521,605</u>
	10,588,069	9,083,642
Impairment allowance	(559,506)	(484,408)
	<u>10,028,563</u>	<u>8,599,234</u>

14 Allowance account for impairment losses	2025	2024
	£	£
As at 1 October	484,408	724,561
Reversal of impairment where assets no longer recognised	75,098	(240,153)
	<u>559,506</u>	<u>484,408</u>

The Pentecostal Community Bank
Notes to the Accounts
for the year ended 30 September 2025

15 Creditors: amounts falling due within one year	2025	2024
	£	£
Corporation tax	39,084	57,372
Other creditors	18,529	26,339
	<u>57,613</u>	<u>83,711</u>

16 Members' deposits	2025	2024
	£	£
As at 1 October	10,185,642	10,489,049
Received during the year	2,680,884	2,809,512
Repaid during the year	(2,051,065)	(3,112,919)
	<u>10,815,461</u>	<u>10,185,642</u>

17 Additional financial instruments disclosures

Financial risk management

The Pentecostal Community Bank manages its members' deposits and loans to members so that it earns income from the margin between interest receivable and interest payable.

The main financial risks arising from The Pentecostal Community Bank's activities are credit risk, liquidity risk and interest rate risk. The Board reviews and agrees policies for managing each of these risks, which are summarised below.

Credit risk

Credit risk is the risk that a borrower will default on their contractual obligations relating to repayments to The Pentecostal Community Bank, resulting in financial loss to The Pentecostal Community Bank. In order to manage this risk the Board approves The Pentecostal Community Bank's lending policy, and all changes to it. All loan applications are assessed with reference to the lending policy in force at the time. Subsequently loans are regularly reviewed for any factors that may indicate that the likelihood of repayment has changed.

The Pentecostal Community Bank
Notes to the Accounts
for the year ended 30 September 2025

Liquidity risk

The Pentecostal Community Bank's policy is to maintain sufficient funds in liquid form at all times to ensure that it can meet its liabilities as they fall due. The objective of The Pentecostal Community Bank's liquidity policy is to smooth the mismatches between maturing assets and liabilities and to provide a degree of protection against any unexpected developments that may

Market risk

Market risk is generally comprised of interest rate risk, currency risk and other price risk. The Pentecostal Community Bank conducts all its transactions in sterling and does not deal in derivatives or commodity markets. Therefore The Pentecostal Community Bank is not exposed to any form of currency risk or other price risk.

Interest rate risk

The Pentecostal Community Bank's main interest rate risk arises from differences between the interest rate exposures on the receivables and payables that form an integral part of a credit union's operations. The Pentecostal Community Bank considers rates of interest receivable when deciding on the dividend rate payable on members' deposits. The Pentecostal Community Bank does not use interest rate options to hedge its own positions.

Liquidity risk disclosures

Excluding short-term other payables, as noted in the balance sheet, The Pentecostal Community Bank's financial liabilities are mainly repayable on demand.

Fair value of financial instruments

The Pentecostal Community Bank does not hold any financial instruments at fair value.

18 Cash and cash equivalents	2025	2024
	£	£
Loans and advances to banks	3,629,838	4,438,797
	<u>3,629,838</u>	<u>4,438,797</u>
Less: amounts maturing after 3 months	-	-
	<u>3,629,838</u>	<u>4,438,797</u>

19 Contingent liabilities

The Pentecostal Community Bank participates in the Financial Services Compensation Scheme (FSCS) and therefore has a contingent liability, which cannot be quantified, in respect of contributions to the FSCS, as required by the Financial Services and Markets Act 2000. However, this is subject to future changes in interest rates and levels of deposits held by UK deposit takers. Therefore there is inherent uncertainty regarding the total levy that The Pentecostal Community

The Pentecostal Community Bank
Notes to the Accounts
for the year ended 30 September 2025

20 Related party transactions

During the year, members of the Board and their close family members had loans with The Pentecostal Community Bank. These loans were approved on the same basis as loans to other members of The Pentecostal Community Bank. None of the directors, staff or their close family members, have preferential terms on their loans.

During the year £81,989 (2024: £77,836) was paid to key management personnel in respect of remuneration.

During the year, Pentecostal Credit Union paid £70,518 (2024: £72,462) in consultancy fees to the mother of a member of key management personnel.

21 Presentation currency

The financial statements are presented in Sterling, the credit union's functional currency.

22 Legal form of entity and country of incorporation

The Pentecostal Community Bank's a Co-operative and Community Benefit Society authorised by the Prudential Regulation Authority (FRN 213679).

23 Principal place of business

The address of the company's principal place of business and registered office is:

15 Oldridge Road
Balham
London
SW12 8PL

The Pentecostal Community Bank
Detailed revenue account
for the year ended 30 September 2025

	2025	2024
	£	£
Loan interest receivable and similar income	734,460	731,934
Dividend paid	(197,912)	(100,011)
Gross profit	<u>536,548</u>	<u>631,923</u>
Administrative expenses	(516,961)	(242,029)
Operating profit	<u>19,587</u>	<u>389,894</u>
Profit before tax	<u><u>19,587</u></u>	<u><u>389,894</u></u>

The Pentecostal Community Bank
Detailed revenue account
for the year ended 30 September 2025

	2025	2024
	£	£
Income		
Entrance fees	1,580	1,714
Income from loans to members	550,186	493,972
Interest received on investments	161,636	230,648
Other revenue	21,058	5,600
	<u>734,460</u>	<u>731,934</u>
Dividend paid		
Dividend paid on adult members' accounts	<u>197,912</u>	<u>100,011</u>
Administrative expenses		
<u>Administration costs</u>		
Wages, salaries and pension	99,366	90,337
Staff NIC (Employers)	3,743	5,778
Staff pensions (Defined contribution)	2,505	2,541
Training	16,643	-
Insurance	7,551	7,214
Office expenses	42,059	67,435
Data processing expenses	56,804	32,782
Affiliation fees	5,654	5,854
Sundry expenses	14,937	-
Advertising	22,488	79,309
Auditor's remuneration - External audit	8,565	12,300
Auditor's remuneration - Internal audit	11,748	14,280
Consultancy fees	78,918	6,734
FCA fees	1,459	1,404
Legal and professional fees	57,652	137,229
Bad debts written off	75,097	(240,153)
Bank charges	2,198	2,367
Investment management charges	-	7
Amortisation	97	97
Depreciation	9,477	9,670
Other gains and losses	-	6,844
	<u>516,961</u>	<u>242,029</u>



Privacy Notice – Recording of the Annual General Meeting (AGM)

1. Purpose of recording

The Pentecostal Community Bank will record the Annual General Meeting (AGM) conducted via Zoom. The recording is made for business purposes, specifically to assist in the accurate preparation of meeting minutes, as required under our governance policies.

2. Lawful basis for processing

The lawful basis for recording the AGM is legitimate interest under the UK General Data Protection Regulation (UK GDPR). Maintaining an accurate record of the meeting is essential for transparency and compliance with our corporate governance obligations.

3. How long we keep the recording

The recording will be retained for one year or until the minutes of the AGM are formally approved at the next AGM, whichever comes first. After this period, the recording will be securely deleted.

4. Who has access to the recording?

The recording will only be accessible to:

- The board of directors and company secretary for minute-taking purposes
- Internal staff responsible for governance and compliance
- Any other individuals authorised by Pentecostal Community Bank for legitimate business needs

It will not be shared with third parties unless required by law.

5. Notification and participation

- The Zoom platform will automatically notify all participants that the meeting is being recorded.
- By remaining in the meeting, attendees acknowledge and consent to the recording.
- There are no alternative participation options for those who do not wish to be recorded. However, attendees may turn off their camera if they prefer not to appear in the video recording.

6. Your rights

Under data protection laws, you have rights regarding your personal data, including:

- The right to access a copy of your data
- The right to request correction of inaccurate information
- The right to object to processing in certain circumstances

To exercise your rights, please contact info@pcbank.co.uk

7. Additional Information

For further details on how we process personal data, please refer to our Privacy Policy at www.pcbank.co.uk



Pentecostal Community Bank