

Good evening Mr. Desmond Noel, Secretary - Board of Directors

As provided for by Article 16(b) of the Bye - Laws of RHAND Credit Union, I here give notice of the following Motion, which is intended for the attention of the General Membership of the Society at its 76th Annual General Meeting, which is scheduled for the afternoon of April 20, 2024.

WHEREAS -

Whereas the delinquency within the Loans Portfolio of RHAND Credit Union is not being addressed with the level of alacrity and resolve that is imperative, as evidenced by the following performance results:

2021	\$40,961,189	8.92%
2022	\$38,719,345	8.16%
2023	\$40,965,317	8.08%
2024 (Feb)	\$44,980,551	8.96%

And Whereas the operating and overall financial performance of RHAND Credit Union continue to be negatively impacted by the inappropriate Credit Administration and Financial Management practices which are being employed at the Society, as evidenced by the following figures -

Year	Operating Cash Flow	Capital Expenditure	Free Cash Flow
2021	\$13,662,280	\$21,573,740	\$(7,911,460)
2022	\$13,479,851	\$4,234,967	\$9,244,884
2023	\$9,177,042	\$669,842	\$8,507,200
2024 Projected	\$(20,272,970)	\$17,755,144	\$(38,028,114)

And Whereas the financial return to members by way of dividend distribution is being put at risk as a result of the low and negative Free Cash Flow, which is being generated by RHAND Credit Union, as evidenced by the following figures -

Year	Free Cash Flow	Dividend Distribution	Funding Deficit
2021	\$(7,911,460)	\$14,893,309	\$(22,804,769)
2022	\$9,244,884	\$11,489,059	\$(2,244,175)
2023	\$8,507,200	\$16,651,703	\$(8,144,503)
2024 Projected	\$(38,028,114)		

And Whereas the 2024 Financial Projections which are to be considered by the General Membership at the 2024 Annual General Meeting are flawed in several respects and need to be revisited and reformulated, as a matter of urgency and propriety.

BE IT RESOLVED -

Be it resolved that the Members of the Board of Directors of RHAND Credit Union be mandated, as a matter of urgency and propriety, to take all steps that are necessary, to have the 2024 Financial Projections reformulated and presented to the General Membership at a Special General Meeting, which should be scheduled to take place in no more than six (6) weeks' time.

Be it resolved that the Members of the Board of Directors of RHAND Credit Union be mandated, to take all steps that are necessary, to immediately address the threat that is being posed to the financial health of the Society, by way of the worrisome regressing delinquency and anaemic free cash flow fortunes of the Society.

Regards,

D F Maynard