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## PECULIARITIES OF REFLECTING THE INCOME OF CREDIT UNIONS IN THE FINANCIAL STATEMENTS, IT'S RECOGNITION AND CLASSIFICATION

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*Summary. The essence of the income of credit union and its features of reflected in the financial statements; provided the proposals for improving*

*the process of reflection income of credit union in the financial statements.*

**Key words:** *income, credit union, statements.*

One of the main conditions to ensure the accuracy, completeness and truthfulness of the reporting data of the credit union is the correct reflection of its costs in the statements.

Since the financial performance of the credit union should be reliable and truthful, continuing research on the improvement of income specific to credit unions are relevant.

According to Article 1 of the Law of Ukraine "On credit unions", a credit union - is a nonprofit organization founded by individuals, trade unions and their associations on a cooperative basis to meet the needs of its members in mutual credit, and provision of financial services through joint financial contributions of its members. A credit union is required to maintain operational and accounting results of its activities in accordance with the laws of Ukraine, and to submit statistical reports to the statistics agencies.

Income accounting of a credit union is carried out under the Ukrainian Accounting standard 15 "Income". Besides, guidelines for accounting of a credit union provide Grade 7 of the Plan of Accounts,

such as account 71 "Other operating income", 72 "Income from equity" and account 73 "Other financial income".

Given the specificity of non-bank financial institutions, one could argue that the National provisions (standards) of accounting one takes into account the credit unions are not in full.

The above discrepancy evident in Title I of the Income Statement, which is designed to reflect the income (and expenses) of all activities of the credit union. In particular, revenues accrued interest on loans is the main income, then it would make them reflect not within other operating income, and account 703 "Revenue from the sale of works and services" and displayed in the Form №2 "Income Statement" in the line 2000 "Net income from sales of products (goods and services)."

Hence, improving reporting credit unions need to select the vector for the integration of reporting, since in that case it largely reflects the specificity of non-banking institutions and their adaptation to international standards.

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