
TRUST PAYMENTS LTD**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

17. Trade and other receivables (continued)

Receivables from contracts with customers are stated after provisions for impairment of £3,334,868 (2020: £3,672,721), relating to receivables arising from contracts with customers.

The Expected Credit Loss provision of £3,334,868 (2020: £3,672,721) based on the profile of merchant balances in debit.

Group policy is to provide 100% against merchant balances in debit over 90 days old which represents the majority of the Expected Credit Loss provision.

Included in prepayments and accrued income are contract assets of £1,745,038 (2020: £454,763). No impairment loss has been recognised in the period on any contract assets arising from the group's contracts with customers.

Ageing of unimpaired receivables

	31 December 2021 £	31 December 2020 £
Up to 3 months	28,106,232	20,929,322
3 to 6 months	878,438	530,216
6 to 12 months	679,523	301,549
	<u>29,664,193</u>	<u>21,761,087</u>

Movements in the impairment allowance for receivables from contracts with customers are as follows:

	31 December 2021 £	31 December 2020 £
At 1 January	3,672,721	2,989,645
Charge for the year	1,494,973	1,178,603
Utilised in the year	(1,655,566)	-
Foreign exchange movement	(177,260)	(495,527)
	<u>3,334,868</u>	<u>3,672,721</u>