

BARBADOS PUBLIC WORKERS' CO-OPERATIVE CREDIT UNION LIMITED

Notes to the Consolidated Financial Statements

For the year ended March 31, 2014

(Expressed in Barbados dollars)

21. Other Reserves

	<u>2014</u>	<u>2013</u> Restated*
Fair value reserve	\$ 632,668	593,705
Special funds	856,677	592,397
Donated equity	26,909	26,909
Defined benefit plan	(465,660)	(135,052)
Reserve for interest on non-performing loans	<u>856,560</u>	<u>-</u>
	<u>\$ 1,907,154</u>	<u>1,077,959</u>

* See Note 2.4 (iii)

Fair value reserve

The fair value reserve represents the net effect of fair value gains or losses on available-for-sale investment securities held.

The movement on the fair value reserve for the year is as follows:

	<u>2014</u>	<u>2013</u>
Balance, beginning of year	\$ 593,705	678,465
Unrealised fair value gains (losses)	<u>38,963</u>	<u>(84,760)</u>
Balance, end of year	<u>\$ 632,668</u>	<u>593,705</u>

Special funds

The special reserve funds comprise the following:

- (i) **Social Outreach Fund**
The Social Outreach Fund was created to provide charitable donations to members in need of financial assistance.
- (ii) **Education Fund**
The Education Fund was established to provide grants and scholarships to members pursuing educational programmes.
- (iii) **Development Fund**
In June 2004, the general membership approved the establishment of the Development Fund to assist with the exploratory cost relating to projects of a developmental nature.
- (iv) **BCCUL Training/Education Fund**
The BCCUL Training/Education Fund was instituted in June 2002 to finance the education of credit union members and the general public in credit union philosophy and operations.