

BARBADOS PUBLIC WORKERS' CO-OPERATIVE CREDIT UNION LIMITED

Notes to the Non-consolidated Financial Statements

For the year ended March 31, 2015

(Expressed in Barbados dollars)

24. Financial Risk Management...(continued)

Credit risk...(continued)

Aging analysis of past due but not impaired loans and advances:

		2015			
		<u>1-30 days</u>	<u>31-60 days</u>	<u>61-90 days</u>	<u>Total</u>
Loans and advances:					
Consumer	\$	51,461,060	15,853,922	3,435,488	70,750,470
Mortgages		24,330,240	4,981,505	2,603,543	31,915,288
Business		<u>991,501</u>	<u>182,012</u>	<u>28,034</u>	<u>1,201,547</u>
Total	\$	<u>76,782,801</u>	<u>21,017,439</u>	<u>6,067,065</u>	<u>103,867,305</u>
		2014			
		<u>1-30 days</u>	<u>31-60 days</u>	<u>61-90 days</u>	<u>Total</u>
Loans and advances:					
Consumer	\$	46,745,177	17,624,391	3,619,939	67,989,507
Mortgages		25,193,629	6,063,700	2,538,375	33,795,704
Business		<u>809,638</u>	<u>599,402</u>	<u>126,189</u>	<u>1,535,229</u>
Total	\$	<u>72,748,444</u>	<u>24,287,493</u>	<u>6,284,503</u>	<u>103,320,440</u>

Impairment assessment

For accounting purposes, the Credit Union uses an incurred loss model for the recognition of losses on impaired financial assets. This means that losses can only be recognised when objective evidence of a specific loss event has been observed. Triggering events include the following:

- Significant financial difficulty of the customer.
- A breach of contract such as a default of payment.
- Where the Credit Union grants the customer a concession due to the customer experiencing financial difficulty.
- It becomes probable that the customer will enter bankruptcy or other financial reorganisation.
- Observable data that suggests that there is a decrease in the estimated future cash flows from the loans.