

# BARBADOS PUBLIC WORKERS' CO-OPERATIVE CREDIT UNION LIMITED

Notes to the Consolidated Financial Statements

For the year ended March 31, 2016

(Expressed in Barbados dollars)

## 25. Financial Risk Management, continued

### 25.2 Credit risk, continued

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

	2016				
	1-30 days	31-60 days	61-90 days	Over 90 days	Total
Loans and advances:					
Consumer	\$ 70,057,917	24,737,853	5,557,450	11,584,529	111,937,749
Mortgages	50,811,153	20,581,322	4,725,521	32,986,590	109,104,586
Business	1,018,186	186,519	-	342,462	1,547,167
Total	\$ <u>121,887,256</u>	<u>45,505,694</u>	<u>10,282,971</u>	<u>44,913,581</u>	<u>222,589,502</u>

	2015				
	1-30 days	31-60 days	61-90 days	Over 90 days	Total
Loans and advances:					
Consumer	\$ 61,091,423	17,863,386	3,452,289	13,225,041	95,632,139
Mortgages	51,174,355	11,082,816	2,740,710	28,811,695	93,809,576
Business	991,501	182,012	28,034	312,287	1,513,834
Total	\$ <u>113,257,279</u>	<u>29,128,214</u>	<u>6,221,033</u>	<u>42,349,023</u>	<u>190,955,549</u>

#### Impairment assessment

For accounting purposes, the Group 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 Group 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.