

BARBADOS PUBLIC WORKERS' CO-OPERATIVE CREDIT UNION LIMITED

Notes to the Consolidated Financial Statements

For the year ended March 31, 2017

(Expressed in Barbados dollars)

15. Other Assets

Other assets are comprised of the following:

	<u>2017</u>	<u>2016</u>
Accounts receivable	\$ 7,337,415	9,211,719
Prepaid employee benefit (Note 19)	3,156,119	3,120,994
Prepaid expenses	2,681,141	2,131,905
Premiums receivable	950,334	1,322,565
Interest receivable on cash resources	7,181	17,620
Dividend receivable	55,000	55,000
Other Assets re Goodwill Credit Union (Note 28)	<u>39,786</u>	<u>42,534</u>
	<u>\$ 14,226,976</u>	<u>15,902,337</u>

16. Intangible Asset

	<u>2017</u>	<u>2016</u>
Goodwill	\$ <u>2,910,000</u>	<u>2,910,000</u>

Impairment tests for goodwill

Goodwill is allocated to one cash-generating unit (CGU).

The recoverable amount for the CGU has been determined using value-in-use calculations. These calculations use cash flow projections based on financial budgets approved by management covering a three year period. Cash flows beyond the three year period are extrapolated using the estimated growth rate stated below. The growth rate does not exceed the long-term average growth rates for the country in which the CGU operates.

Key assumptions used for value-in-use calculations

Key assumptions are those to which the CGU's recoverable amount is most sensitive. The value-in-use calculation was based on a discount rate of 19% and a growth rate of 7%.

Sensitivity to changes in assumptions

Management believes that no reasonably possible change in any of the above key assumptions would cause the carrying value of the unit to exceed its recoverable amount.