

BARBADOS PUBLIC WORKERS' CO-OPERATIVE CREDIT UNION LIMITED

Notes to the Non-consolidated Financial Statements

For the year ended March 31, 2019

(Expressed in Barbados dollars)

2. Accounting Policies, continued

(b) *New standards, amendments and interpretations mandatory for the first time for the financial year, continued*

	IAS 39 carrying amount <u>March 31, 2018</u>	<u>Re- classification</u>	<u>Re- measurement</u>	IFRS 9 carrying amount <u>April 1, 2018</u>
Financial liabilities				
Amortized cost:				
<i>Deposits</i>	\$ 1,055,847,259	-	-	1,055,847,259
<i>Reimbursable shares</i>	9,761,121	-	-	9,761,121
<i>Other liabilities</i>	<u>10,085,442</u>	-	-	<u>10,085,442</u>
Total amortized cost	\$ <u>1,075,693,822</u>	-	-	<u>1,075,693,822</u>

The following table summarizes the impact of transition to IFRS 9 on the opening balance of retained earnings. There is no impact on other components of equity

Opening balance under IAS 39 at March 31, 2018	11,195,462
Recognition of expected credit losses under IFRS 9 <i>(including loans and advances, undrawn loan commitments term deposits and sovereign debt securities)</i>	<u>(1,729,824)</u>
Closing balance under IFRS 9 at April 1, 2018	<u>9,465,638</u>

The following table reconciles the closing impairment allowance for financial assets under IAS 39 and provisions for loan commitments and financial guarantee contracts under IAS 37, *Provisions, Contingent Liabilities and Contingent Assets* as at March 31, 2018 to the opening expected credit loss allowance as at April 1, 2018:

	IAS 39 carrying amount <u>March 31, 2018</u>	<u>Re- classification</u>	<u>Re- measurement</u>	IFRS 9 carrying amount <u>April 1, 2018</u>
<i>Loans and advances</i>	\$ (24,315,158)	-	571,877	(23,743,281)
<i>Sovereign debt securities</i>	-	-	(2,293,851)	(2,293,851)
<i>Term deposits</i>	<u>-</u>	<u>-</u>	<u>(7,850)</u>	<u>(7,850)</u>
	\$ <u>(24,315,158)</u>	-	<u>(1,729,824)</u>	<u>(26,044,982)</u>