

# 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)

## 22. Related Party Disclosures, continued

### Transactions with key management personnel

The Credit Union enters into transactions, arrangements and agreements involving directors, senior management and their related concerns in the ordinary course of business at commercial interest and commission rates.

The following table provides the total amount of balances held with related parties for the relevant financial year.

	<u>2019</u>	<u>2018</u>
Key management personnel:		
Loans and advances	\$ 1,897,241	1,924,680
Deposits	1,791,545	1,245,142

The secured loans and advances are secured over property of the respective borrowers. Other balances are not secured and no guarantees have been obtained.

No expected credit loss allowance has been recorded against balances outstanding during the period with key management personnel, and no specific allowance has been made for impairment losses on balances with key management personnel and their related concerns at yearend.

### Due from related companies

	<u>2019</u>	<u>2018</u>
Due from BPW Financial Holdings Inc.	\$ 19,496,207	18,760,472
Due from Capita Insurance Brokers Inc.	2,765	2,017
Due to Capita Financial Services Inc.	<u>(185,767)</u>	<u>(130,373)</u>
	\$ <u>19,313,205</u>	<u>18,632,116</u>

Amounts due from related companies are unsecured, non-interest bearing and have no fixed terms of repayment.

Included in other liabilities are amounts due to Legacy Foundation of \$200,000.

### Other transactions

Cash resources include deposits held with Capita Financial Services Inc. amounting to \$15,038,890 (2018 - \$14,578,343) which resulted in interest income of \$444,274 (2018 - \$491,889).

In November 2015, the Credit Union entered into a Deed of Sale and Administration agreement with Capita Financial Services Limited for the sale of a portfolio of Real Estate loans amounting to \$20 million over a two year period at a rate of \$10 million per year starting the fiscal year 2016-2017. The Credit Union has determined that substantially all the risks and rewards of the said loan portfolio have been transferred to Capita Financial Services Limited and consequently, the loans were eliminated from the Credit Union's non-consolidated statement of financial position. The balance as at March 31, 2019 was \$9,480,589 (2018 - \$8,016,877).