

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)

24. Financial Risk Management, continued

Credit risk, continued

Exposure to credit risk before collateral held or other credit enhancements, continued

Credit quality by class of financial assets

Loans and advances

The credit quality of the loans and advances is managed through the prudent underwriting principles established by the Credit Union.

Financial investments

The Credit Union has principally invested in government bonds issued by the Government of Barbados which in the 2019 financial year was downgraded to a SD (Selective Default) rating by Standard & Poor's. During the year ended March 31, 2019, this rating was B⁻.

Cash resources

The credit quality of financial institutions holding the Credit Union's cash resources is assessed according to the level of their credit worthiness and by comparison to other financial institutions. The Credit Union places its cash resources with reputable financial institutions.

The tables below show the credit quality and aging analysis by class of financial assets.

	2019			
	<u>Neither past due nor impaired</u>	<u>Past due but not impaired</u>	<u>Individually impaired</u>	<u>Total</u>
Cash resources	\$ 233,664,922	-	-	233,664,922
Financial investments:				
Amortised cost	5,858,261	-	14,274,157	20,132,418
Loans and advances:				
Consumer	519,596,094	125,514,291	44,605,499	689,715,884
Mortgages	224,106,035	79,585,765	17,417,130	321,108,930
Business	<u>2,433,870</u>	<u>1,588,430</u>	<u>1,168,161</u>	<u>5,190,461</u>
Total	\$ <u>985,659,182</u>	<u>206,688,486</u>	<u>77,464,947</u>	<u>1,269,812,615</u>