

**Student Revolving Loan Fund**

**Financial Statements**  
**Year ended March 31, 2012**  
**(expressed in Barbados dollars)**

**Student Revolving Loan Fund**  
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Year ended March 31, 2012

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## INDEPENDENT AUDITORS' REPORT

### To the Management Committee of Student Revolving Loan Fund

We have audited the accompanying financial statements of Student Revolving Loan Fund, which comprise the statement of financial position as of March 31, 2012, the statement of income, the statement of changes in funds and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and for such internal controls as management determines necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### *Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

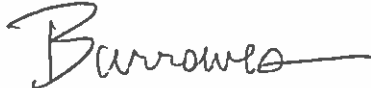
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### *Basis for Qualified Opinion*

As disclosed in note 2(g) the Fund calculates the impairment on the student loans using a formula-based approach (i.e., based upon specified percentages of loan balances in arrears). IAS 39 identifies the basis for the measurement of the impairment on a financial asset as "the difference between the asset's carrying value amount and the present value of estimated future (discounted) cash flows". The standard allows for a formula-based approach for measurement of impairment provided that the methodology is consistent with the requirements of the standard. However, the Fund has not assessed whether its provisioning policy appropriately approximates the actual losses on its loans neither has the Fund accumulated repayment data in a format that would facilitate this assessment of actual losses. We were therefore unable to appropriately assess the reasonableness of the Fund's provision for loan losses.

***Qualified Opinion***

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Student Revolving Loan Fund as of March 31, 2012, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.



Chartered Accountants  
Bridgetown, Barbados  
April 8, 2014

# Student Revolving Loan Fund

## Statement of Financial Position

As of March 31, 2012

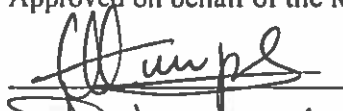
with comparative figures for March 31, 2011

(expressed in Barbados dollars)

		2012	2011
		\$	\$
<b>Resources</b>	<b>Note</b>		
Cash and cash equivalents	5	2,718,193	5,316,936
Investments	6	35,078,728	33,188,756
Receivables and prepaid expenses	7	324,591	676,581
Staff loans		150,076	28,340
Insurance receivable	8	640,510	664,441
Student loans receivable	9	43,457,488	39,924,746
Grants receivable	11	19,383	19,383
Plant and equipment	13	548,534	287,251
<b>Total resources</b>		<b>82,937,503</b>	<b>80,106,434</b>
<b>Liabilities and Funds</b>			
<b>Liabilities</b>			
Accounts payable and accrued expenses		300,549	243,779
<b>Total liabilities</b>		<b>300,549</b>	<b>243,779</b>
<b>Funds</b>			
Contribution		58,343,698	58,343,698
General fund		24,293,256	21,518,957
<b>Funds</b>		<b>82,636,954</b>	<b>79,862,655</b>
Commitments	10		
<b>Total liabilities and funds</b>		<b>82,937,503</b>	<b>80,106,434</b>

The accompanying notes form an integral part of these financial statements.

Approved on behalf of the Management Committee on April 8, 2014.

 Chairman

 Administrative Manager

## Student Revolving Loan Fund

### Statement Changes in Funds

Year ended March 31, 2012

with comparative figures for the year ended March 31, 2011

(expressed in Barbados dollars)

	Contribution - Government of Barbados	General Fund	Total
	\$	\$	\$
Balance - March 31, 2010	58,343,698	18,425,898	76,769,596
Net income	-	3,093,059	3,093,059
Balance - March 31, 2011	58,343,698	21,518,957	79,862,655
Net income	-	2,774,299	2,774,299
Balance - March 31, 2012	58,343,698	24,293,256	82,636,954

The accompanying notes form an integral part of these financial statements.

## Student Revolving Loan Fund

### Statement of Income

Year ended March 31, 2012

with comparative figures for the year ended March 31, 2011

(expressed in Barbados dollars)

		2012	2011
		\$	\$
<b>Income</b>	<b>Note</b>		
Interest on student loans	2(b)	4,397,852	5,681,106
Interest on investments		1,223,600	1,264,180
Credit fees		107,520	107,386
Other		75,157	103,129
<b>Total income</b>		<b>5,804,129</b>	<b>7,155,801</b>
<b>Expenses</b>			
Advertising		37,909	45,224
Bad debt expense		1,196,511	1,687,806
Decrease in allowance for loan losses	9	(257,219)	517,725
Decrease in allowance for uncollectible insurance	8	(27,810)	(153,602)
Bank charges		4,088	4,265
Committee members' fees		10,346	6,600
Commissions paid		25,673	33,771
Depreciation and amortisation		83,931	134,115
Dues and subscriptions		6,180	5,078
Insurance		8,620	8,274
Miscellaneous		14,544	6,345
National insurance		94,113	91,172
Office expenses and supplies		116,326	85,368
Professional fees		283,891	243,423
Licence fees		11,427	30,553
Repairs and maintenance		99,789	24,100
Salaries and allowances		1,206,059	1,166,529
Staff training		69,840	72,157
Telephone		17,567	25,318
Travel and entertainment		28,045	28,521
<b>Total expenses</b>		<b>3,029,830</b>	<b>4,062,742</b>
<b>Net income</b>		<b>2,774,299</b>	<b>3,093,059</b>

The accompanying notes form an integral part of these financial statements.

## Student Revolving Loan Fund

### Statement of Cash Flows

Year ended March 31, 2012

with comparative figures for the year ended March 31, 2011

(expressed in Barbados dollars)

	2012	2011
	\$	\$
<b>Cash flows from operating activities</b>		
Net income	2,774,299	3,093,059
Adjustments for:		
Depreciation and amortisation	83,931	134,115
Interest income on investments	(1,223,600)	(1,264,180)
(Decrease) increase in allowance for loan losses and uncollectible insurance	(285,029)	364,123
Operating profit before working capital changes	1,349,601	2,327,117
Staff loans	(121,736)	3,660
Other receivables	351,990	(54,288)
Insurance receivable	51,741	148,841
Accounts payable and accrued expenses	56,770	(75,302)
Net student loan advances	(3,275,523)	(2,596,529)
Net cash used in operating activities	(1,587,157)	(246,501)
<b>Cash flows from investing activities</b>		
Purchase of plant and equipment	(345,213)	(10,057)
Net purchase of investments	(1,869,455)	(4,696,435)
Interest received on investments	1,203,082	1,386,173
Net cash used in investing activities	(1,011,586)	(3,320,319)
<b>Cash flows from financing activities</b>		
Contributions from the Government of Barbados	-	-
Net cash from financing activities	-	-
Net decrease in cash and cash equivalents	(2,598,743)	(3,566,820)
Cash and cash equivalents - beginning of year	5,316,936	8,883,756
Cash and cash equivalents - end of year	2,718,193	5,316,936

The accompanying notes form an integral part of these financial statements.



# Student Revolving Loan Fund

Notes to Financial Statements

Year ended March 31, 2012

with comparatives for the year ended March 31, 2011

(expressed in Barbados dollars)

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## 1. Incorporation and principal activity

The Student Revolving Loan Fund (the "SRLF") was established under the Student Revolving Loan Fund Act, 1976-20. The SRLF is also governed by the Student Revolving Loan Fund (Amendment) Act 1984-38 and the Student Revolving Loan Fund (Amendment) Act 1991-5.

The SRLF provides financial assistance to eligible Barbadians pursuing full-time studies in post-secondary, technical, vocational, undergraduate and graduate programmes. Its registered office is located at the Elsie Payne Complex, Constitution Road, St. Michael.

## 2. Significant accounting policies

### Basis of preparation

These financial statements are prepared in accordance with International Financial Reporting Standards promulgated by the International Accounting Standards Board. They have been prepared under the historical cost convention.

*i) New standards, interpretations and amendments to existing standards that are not yet effective and have been early adopted by the SRLF*

The SRLF has not early adopted any standards, amendments or interpretations.

*ii) New standards, interpretations and amendments to existing standards effective in 2012*

New and revised International Financial Reporting Standards (IFRS) and revised International Accounting Standards (IASs) effective for the 2012 reporting year which have an impact on the SRLF's financial statements are as follows:

- IAS 1 (Amendment), 'Presentation of Financial Statements' - (effective on or after January 1, 2011);
- IAS 24 (Amendment), 'Related Party Disclosures' - (effective on or after January 1, 2011);

As the change in accounting policy only results in additional disclosures, there is no impact on earnings.

## Student Revolving Loan Fund

Notes to Financial Statements

Year ended March 31, 2012

with comparatives for the year ended March 31, 2011

(expressed in Barbados dollars)

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### 2. Significant accounting policies ...continued

#### Basis of preparation ...continued

#### *iii) New standards, interpretations and amendments to existing standards that are not yet effective and have not been early adopted by the SRLF*

Management has reviewed the new standards, interpretations and amendments to existing standards that are not yet effective and have determined that the following are relevant to the SRLF's operations. The SRLF has not early adopted the new standards, amendments and interpretations.

- IAS 1 (Amendment), 'Presentation of Financial Statements' - (effective on or after July 1, 2012);
- IFRS 7 (Amendment), 'Financial Instruments: Disclosures' - (effective on or after July 1, 2011, subsequently deferred to January 1, 2015);
- IFRS 9 (Amendment), 'Financial Instruments, Classification and Measurement' - (effective on or after January 1, 2013, subsequently deferred to January 1, 2015); and
- IFRS 13, 'Fair Value Measurement' - (effective on or after January 1, 2013).

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### a) Foreign currency translation

##### *Functional and presentation currency*

Items included in the financial statements are measured using the currency of the primary economic environment in which the SRLF operates ('the functional currency'). The financial statements are presented in Barbados dollars, which is the SRLF's functional and presentation currency.

##### *Transactions and balances*

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of income.

Translation of balances in United States currency has been made at the rate of US\$1 = BDS\$2, which is the official fixed rate of the Barbados Dollar (BDS\$).

## **Student Revolving Loan Fund**

Notes to Financial Statements

Year ended March 31, 2012

with comparatives for the year ended March 31, 2011

(expressed in Barbados dollars)

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### **2. Significant accounting policies ...continued**

#### **b) Revenue recognition**

##### *Interest revenue*

Interest on student loans is recognised on the accrual basis. At the end of each financial year all loans which have instalments in arrears for 180 days or over are classified as loans of doubtful value (LDV). Interest on loans classified as LDV is recognised only to the extent that cash is received.

##### *Credit fees*

Credit fees are recognised on an accruals basis.

##### *Investment income*

Investment income is recorded in the Statement of Income for all interest-bearing instruments on an accrual basis using the effective interest method. Interest income includes coupons earned on fixed income investments and accrued discount and premium on treasury bills and other discounted instruments.

The effective interest method is a method of calculating the amortised cost of a financial instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees, transaction costs and other premiums or discounts) through the expected life of the instrument, or where appropriate, a shorter period, to the net carrying amount on initial recognition.

#### **c) Cash and cash equivalents**

Cash and cash equivalents include cash in hand and at bank.

#### **d) Financial assets**

##### *Held-to-maturity investments*

Investments are represented by term-deposits and treasury bills with financial institutions. These deposits are considered as held-to-maturity investments which are financial assets with fixed or determinable payments and fixed maturities that management has the positive intention and ability to hold to maturity.

Held-to-maturity investments are initially measured at fair value and subsequently carried at amortised cost less any provision for impairment.

Regular-way purchases and sales of investments are recognised on the trade date.

## Student Revolving Loan Fund

Notes to Financial Statements

Year ended March 31, 2012

with comparatives for the year ended March 31, 2011

(expressed in Barbados dollars)

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### 2. Significant accounting policies ...continued

#### d) Financial Assets ...continued

##### *Held-to-maturity investments ...continued*

The SRLF assesses at each Statement of Financial Position date whether there is evidence that an investment is impaired. If any such evidence exists a provision is established and the impairment loss reported in the Statement of Income.

##### *Loans and receivables*

Non-derivative financial instruments with fixed or determinable payments that are not quoted in an active market are classified as loans and receivables.

Loans and receivables are initially recognised at fair value and subsequently carried at amortised cost less any provision for impairment.

The SRLF assesses at each Statement of Financial Position date whether there is evidence of impairment. If any such evidence exists a provision is established and the impairment loss reported in the statement of income.

#### e) Plant and equipment

All assets are stated at cost less accumulated depreciation and impairment losses.

Subsequent cost is included in an asset's carrying amount or recognised as a separate asset only when it is probable that future economic benefits will flow to the SRLF. All repairs and maintenance are charged to the statement of income in the period in which they are incurred.

Depreciation is computed using the straight-line method at rates considered adequate to write off the cost of depreciable assets over their estimated useful lives.

The annual rates used are:

Computer equipment	10% - 33.3%
Furniture and fixtures	10% & 20%
Motor vehicles	10%
Leasehold improvement	10%

#### f) Impairment

##### *Impairment of financial assets*

The SRLF assesses at each Statement of Financial Position date whether there is any objective evidence that a financial asset or group of financial assets is impaired. A financial asset or group of financial assets is impaired when the carrying value is greater than the recoverable amount and there is objective evidence of impairment.

## Student Revolving Loan Fund

Notes to Financial Statements

Year ended March 31, 2012

with comparatives for the year ended March 31, 2011

(expressed in Barbados dollars)

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### 2. Significant accounting policies ...continued

#### f) Impairment ...continued

##### *Impairment of financial assets ...continued*

The criteria that the SRLF uses to determine that there is objective evidence of an impairment loss include:

- Delinquency in contractual payment of principal or interest; and
- Breach of loan covenants or conditions.

##### *Impairment of non-financial assets*

Assets that have an indefinite useful life are not subject to depreciation and are tested annually for impairment. Assets that are subject to depreciation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of the asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units). Non financial assets other than goodwill that suffered impairment are reviewed for possible reversal of the impairment at each reporting date.

#### g) Allowance for loan losses

The allowance for possible loan loss is based upon detailed analyses of loans in repayment mode in the 'Recoveries' portfolio and reflects an amount which, in Management's judgement, provides adequately for potential losses. All loans deemed uncollectible are fully provided for in the year that they are deemed to be uncollectible. The rates used and the corresponding categories to which they apply are as follows:

<u>Rate</u>	<u>Period of Arrears</u>
1%	Current – 180 days
25%	181 – 365 days
50%	1 – 2 years
100%	over 2 years
100%	deemed uncollectible

#### h) Allowance for uncollectible insurance

The allowance for uncollectible insurance is determined on the same basis as the allowance for loan losses.

## **Student Revolving Loan Fund**

Notes to Financial Statements

Year ended March 31, 2012

with comparatives for the year ended March 31, 2011

(expressed in Barbados dollars)

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### **2. Significant accounting policies ...continued**

#### **i) Taxation**

The SRLF is exempt from income and any other form of tax under section 8 of the Student Revolving Loan Fund Act, Cap 54A.

#### **j) Estimates**

The preparation of financial statements in conformity with International Financial Reporting Standards requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

### **3. Critical accounting estimates and judgements**

The SRLF provides for impairment on its student loans receivable and insurance receivable in accordance with the provisioning basis as identified in note 2(g). Significant judgement has been used in assessing the impairment of these student loans and insurance receivables.

#### *Held-to-Maturity Investments*

Management has reviewed the SRLF's held-to-maturity investments in the light of its capital maintenance and liquidity requirements and have confirmed the SRLF's positive intention and ability to hold those assets to maturity. The carrying amount of the held-to-maturity financial assets is \$25,697,659 (2011 - \$19,612,046). Details of these assets are set out in Note 6.

### **4. Financial risk management**

The SRLF's activities expose it to a variety of financial risks including the effects of credit risk, liquidity risk and interest rate risk.

Risk management is carried out by the SRLF's management team under the direction of the Management Committee through review of the SRLF's performance; and its investment and loan disbursement procedures and practices.

#### **Capital management**

The SRLF's objective when managing capital is to safeguard its ability to continue as a going concern in order to provide financial assistance to eligible Barbadians as mandated in its governing act.

The SRLF is not subject to any externally imposed capital requirements.

## Student Revolving Loan Fund

Notes to Financial Statements

Year ended March 31, 2012

with comparatives for the year ended March 31, 2011

(expressed in Barbados dollars)

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### 4. Financial risk management ...continued

#### Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. Credit risk arises primarily on the loans disbursed to borrowers. Credit risk also arises from cash and cash equivalents, and deposits with banks and financial institutions.

Each loan application is first reviewed and rated by a loans officer before being presented to the Management Committee for approval.

The SRLF evaluates the financial institutions with which it places cash and cash equivalents. Only reputable financial institutions with high credit ratings are considered.

The maximum credit risk exposure is as follows:

	2012	2011
	\$	\$
Cash and cash equivalents	2,718,193	5,316,936
Investments	35,078,728	33,188,756
Staff loans	150,076	28,340
Receivables	296,571	669,577
Insurance receivables (net of allowance)	640,510	664,441
Grants receivable	19,383	19,383
Student loans receivable (net of allowance)	<u>43,457,488</u>	<u>39,924,746</u>
	<u>82,360,949</u>	<u>79,812,179</u>

As at March 31, 2012 the SRLF holds \$25,697,659 (2011 – \$19,612,046) in Government of Barbados debt securities representing 73.2% (2011 – 59.1%) of the SRLF's total investment portfolio.

## Student Revolving Loan Fund

Notes to Financial Statements

Year ended March 31, 2012

with comparatives for the year ended March 31, 2011

(expressed in Barbados dollars)

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### 4. Financial risk management ...continued

#### Credit quality of student loan receivable

As at March 31, the aging analysis of gross student loans receivable is as follows:

	Total	Neither Past Due Nor Impaired	Past Due and Impaired				
			Current to 180 dys	181 dys to 365 dys	1 yr to 2 yrs	Over 2 yrs	
2012	\$ 78,973,084	36,173,088	10,813,483	4,239,820	5,287,537	22,459,156	31 98
2011	\$ 75,697,561	36,147,518	9,381,385	3,153,378	3,791,464	23,223,816	39 54

#### Liquidity risk

Liquidity risk is the risk that the SRLF does not have sufficient financial resources available to meet its obligations and commitments as they fall due. Liquidity management is therefore primarily designed to ensure that funding requirements can be met, including the replacement of existing funds as they are disbursed to borrowers and creditors.

The SRLF's liquidity management process includes:

- Monitoring future cashflows and liquidity on a monthly basis;
- Maintaining a portfolio of highly marketable and diverse assets that can easily be liquidated as protection against any unforeseen interruption of cash flow; and
- Optimising cash returns on investment.

#### Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates. The SRLF's income and operating cash flows are substantially dependent on interest rates. The SRLF has significant interest-bearing assets. However, the rates charged by the SRLF are fixed and consequently, it is not exposed to any significant interest rate risks.



## Student Revolving Loan Fund

Notes to Financial Statements

Year ended March 31, 2012

with comparatives for the year ended March 31, 2011

(expressed in Barbados dollars)

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### 4. Financial risk management ...continued

#### Fair value

Except for student loans receivable, the carrying values of the SRLF's financial assets and liabilities in the statement of financial position approximate their fair values.

The Fund has approximately 176 loans with a carrying value of \$7.4 million that have reached maturity and for which new repayment terms have not been negotiated with the borrowers. It is therefore impracticable to determine the fair value of the student loans receivable portfolio.

Fair value estimates are made at a specific point in time, based on market conditions and information about the financial instrument. These estimates are subjective in nature and involve uncertainties and matters of judgment and therefore, cannot be determined with precision. Changes in assumptions could significantly affect the estimates.

### 5. Cash and cash equivalents

	2012	2011
	\$	\$
Cash in bank	<u>2,718,193</u>	<u>5,316,936</u>
	<u>2,718,193</u>	<u>5,316,936</u>

### 6. Investments

2012	<u>Remaining term to contractual maturity</u>			Total	APR
	Within 1 year	1 year to 5 years	Over 5 years		
Fixed deposits	9,381,069	-	-	9,381,069	3.00%-4.50%
Treasury bills	<u>15,697,659</u>	<u>10,000,000</u>	-	<u>25,697,659</u>	3.50%-6.25%
	<u>25,078,728</u>	<u>10,000,000</u>	-	<u>35,078,728</u>	

**Student Revolving Loan Fund**  
Notes to Financial Statements  
Year ended March 31, 2012  
with comparatives for the year ended March 31, 2011  
(expressed in Barbados dollars)

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**6. Investments ...continued**

2011	<u>Remaining term to contractual maturity</u>			Total	APR
	Within 1 year	1 year to 5 years	Over 5 years		
Fixed deposits	13,576,710	-	-	13,576,710	3.30%-4.50%
Treasury bills	19,612,046	-	-	19,612,046	3.30%-3.63%
	<u>33,188,756</u>	<u>-</u>	<u>-</u>	<u>33,188,756</u>	

Accrued interest on fixed deposits and treasury bills for the year ended March 31, 2012 amounted to \$391,243 (2011 - \$370,726).

**7. Receivables and prepaid insurance**

	2012 \$	2011 \$
Receivables	296,571	669,577
Prepaid expenses	<u>28,020</u>	<u>7,004</u>
	<u>324,591</u>	<u>676,581</u>

**8. Insurance receivable**

	2012 \$	2011 \$
Insurance receivable, gross	1,042,805	1,095,296
Allowance for uncollectible insurance	<u>(402,295)</u>	<u>(430,855)</u>
Insurance receivable, net	<u>640,510</u>	<u>664,441</u>

## Student Revolving Loan Fund

Notes to Financial Statements

Year ended March 31, 2012

with comparatives for the year ended March 31, 2011

(expressed in Barbados dollars)

### 8. Insurance receivable ...continued

The change in the allowance for uncollectible insurance is as follows:

	2012	2011
	\$	\$
Balance – beginning of year	430,855	586,775
Write-offs against the provision	(750)	(2,318)
Deduct: reduction during the year	<u>(27,810)</u>	<u>(153,602)</u>
Balance – end of year	<u>402,295</u>	<u>430,855</u>

### 9. Student loans receivable

	2012	2011
	\$	\$
Student loans receivable, gross	78,973,084	75,697,561
Allowance for loan losses	<u>(35,515,596)</u>	<u>(35,772,815)</u>
Student loans receivable, net	<u>43,457,488</u>	<u>39,924,746</u>

The change in the student loans receivable, net is derived as follows:

	2012	2011
	\$	\$
Disbursements	10,203,332	9,073,361
Interest	<u>4,397,852</u>	<u>5,681,106</u>
	14,601,184	14,754,467
Deduct:		
Write-offs	1,196,436	1,677,795
Repayments	<u>10,129,225</u>	<u>10,480,143</u>
Gross loans receivable	3,275,523	2,596,529
Decrease (increase) in allowance for loan losses	<u>257,219</u>	<u>(517,725)</u>
Increase in student loans receivable	<u>3,532,742</u>	<u>2,078,804</u>

## Student Revolving Loan Fund

Notes to Financial Statements

Year ended March 31, 2012

with comparatives for the year ended March 31, 2011

(expressed in Barbados dollars)

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### 9. Student loans receivable

The change in the allowance for loan losses is as follows:

	2012	2011
	\$	\$
Balance – beginning of year	35,772,812	35,255,087
Decrease (increase) during the year	<u>(257,216)</u>	<u>517,725</u>
Balance – end of year	<u>35,515,596</u>	<u>35,772,812</u>

### 10. Commitments

As at March 31, 2012, loans approved but not yet disbursed amounted to \$8,251,058 (2011 - \$7,768,862).

### 11. Grants receivable - Government of Barbados

The amount represents student loans which have been converted into grants in accordance with stipulated criteria set by the Student Revolving Loan Fund. The Government of Barbados is required to reimburse the Student Revolving Loan Fund in respect of such grants.

### 12. Comparative Figures

Certain comparative amounts have been reclassified to conform with the current year's presentation.

## Student Revolving Loan Fund

Notes to Financial Statements

Year ended March 31, 2012

with comparatives for the year ended March 31, 2011  
(expressed in Barbados dollars)

	Furniture and Fittings \$	Motor Vehicles \$	Computer Equipment \$	Leasehold Improvement \$	Total \$
<b>13. Plant and equipment</b>					
<b>Cost</b>					
Balance - March 31, 2010	335,605	42,608	787,763	82,294	1,248,270
Additions	7,757	-	2,300	-	10,057
Balance - March 31, 2011	343,362	42,608	790,063	82,294	1,258,327
Additions	78,740	-	13,335	253,138	345,213
<b>Balance - March 31, 2012</b>	<b>422,102</b>	<b>42,608</b>	<b>803,398</b>	<b>335,432</b>	<b>1,603,540</b>
<b>Accumulated depreciation</b>					
Balance - March 31, 2010	214,444	8,165	574,020	40,332	836,961
Charge for the year	38,962	4,261	82,663	8,229	134,115
Balance - March 31, 2011	253,406	12,426	656,683	48,561	971,076
Charge for the year	31,484	4,261	37,057	11,128	83,930
<b>Balance - March 31, 2012</b>	<b>284,890</b>	<b>16,687</b>	<b>693,740</b>	<b>59,689</b>	<b>1,055,006</b>
<b>Net book value</b>					
Balance - March 31, 2010	121,161	34,443	213,743	41,962	411,309
Balance - March 31, 2011	89,956	30,182	133,380	33,733	287,251
<b>Balance - March 31, 2012</b>	<b>137,212</b>	<b>25,921</b>	<b>109,658</b>	<b>275,743</b>	<b>548,534</b>