

Barbados Financial Services Commission

Statistical Bulletin 2015



Volume 2 No. 2

Data to March 2015

Credit Unions and Securities

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Introduction

The Barbados Financial Services Commission is tasked with the responsibility of regulating the Credit Unions, Insurance, Securities and Occupational Pension Plans sectors of the Barbadian economy. The Financial Services Commission Statistical Bulletin provides important statistical information related to these sectors. The statistical bulletin is utilised by the FSC to provide aggregated financial information relevant to each regulated sector. However, this edition of the bulletin will focus on data for the Credit Unions, Securities and Occupational Pension Plans sectors.

Credit Unions

Credit Unions Highlights

- ❖ At the end of March 2015 there were thirty-five (35) Credit Unions registered in Barbados with membership of approximately 170,000 and total assets of an estimated \$1.79 billion.
- ❖ Total assets for the sector have been increasing steadily over the past six years. At the end of March 2015 total assets were \$1,792.8 million; this represented an increase of 4.6% when compared to the same period in 2014.
- ❖ Net loans and investments were the two largest asset categories on the consolidated balance sheet accounting for 74% and 15% of total assets, respectively.
- ❖ Consumer loans accounted for the majority of new loans extended to members (46%) followed by real estate loans (41%) and private transport (12%). For the first quarter of 2015, new consumer credit increased by 40.5% or \$18.3 million, while, new real estate loans grew by 58.5% or 21.1 million when compared to the same period of the previous year.
- ❖ With regard to asset quality, total non-performing loans rose from \$108.9 million at the end of March 2014 to \$113.9 million at the end of the same period one year later. The NPL ratio remained virtually unchanged at 8.4% at the end of March 2015.
- ❖ Members' savings increased by 5.3% going from \$1,422.5 million as at March 2014 to \$1,498.4 million at the end of March 2015.
- ❖ As at March 2015, the capital¹ to asset ratio for the credit union movement was 10.9%, marginally higher than the 10.6% reported at the end of the same period one year earlier.

¹ Capital includes statutory reserves, liquidity reserves and undivided surplus.

Table 1: Selected Credit Unions Statistics as at March 31

Year	Number of Credit Unions	Members (thousands)	Total Assets (BDS \$ millions)
2015	35	170	1,792.8
2014	35	157	1,713.3
2013	35	151	1,617.8
2012	35	145	1,533.9
2011	35	152	1,468.8
2010	35	134	1,348.6

Figure 1: Asset Distribution as at March 31 2015

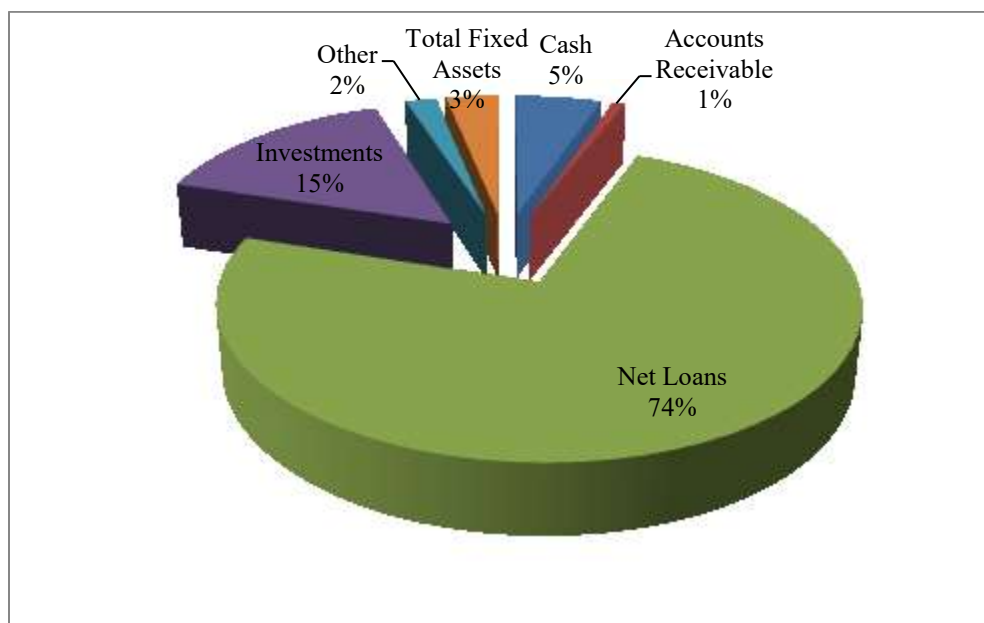
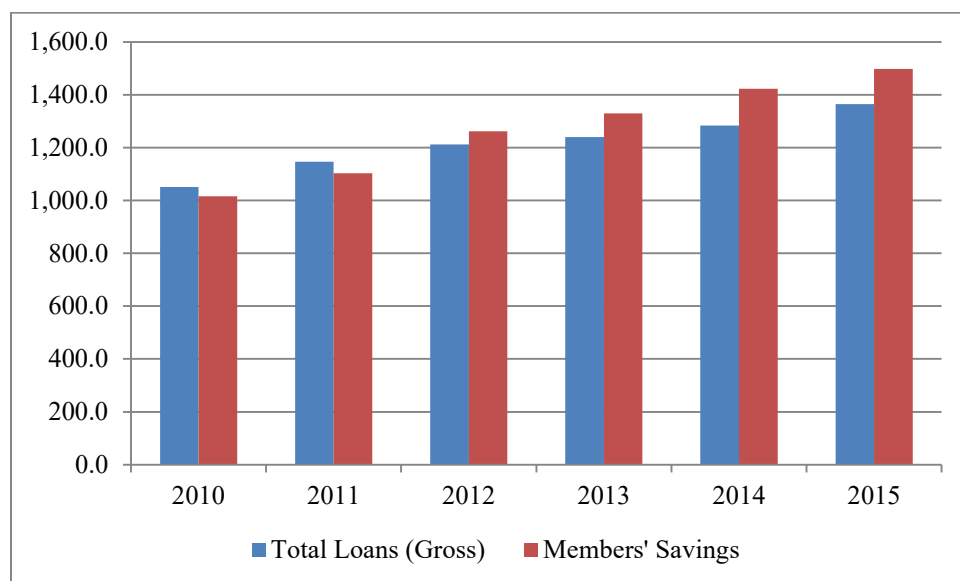


Figure 2: Total Gross Loans vs Members' Savings² as at March 31 (In BDS\$ millions)



² Members' savings comprise of members' regular deposits, members' term deposits, other deposits and members' shares (liabilities).

Assets

Table 2: Asset Distribution as at March 31 (In BDS\$ millions)

Year	Cash	Accounts Receivable	Net Loans	Investments	Other	Total Fixed Assets	Total Assets
2015	93.7	13.1	1,324.8	270.9	33.1	57.2	1,792.8
2014	124.7	10.1	1,241.2	251.3	28.4	57.6	1,713.3
2013	98.8	11.2	1,201.1	229.2	21.7	55.8	1,617.8
2012	73.6	9.6	1,178.0	197.8	19.2	55.8	1,533.9
2011	73.6	8.9	1,117.7	187.9	26.7	54.0	1,468.8
2010	87.5	8.1	1,032.4	153.3	12.2	55.0	1,348.6

Figure 3: Asset Distribution as at March 31 (In BDS\$ millions)

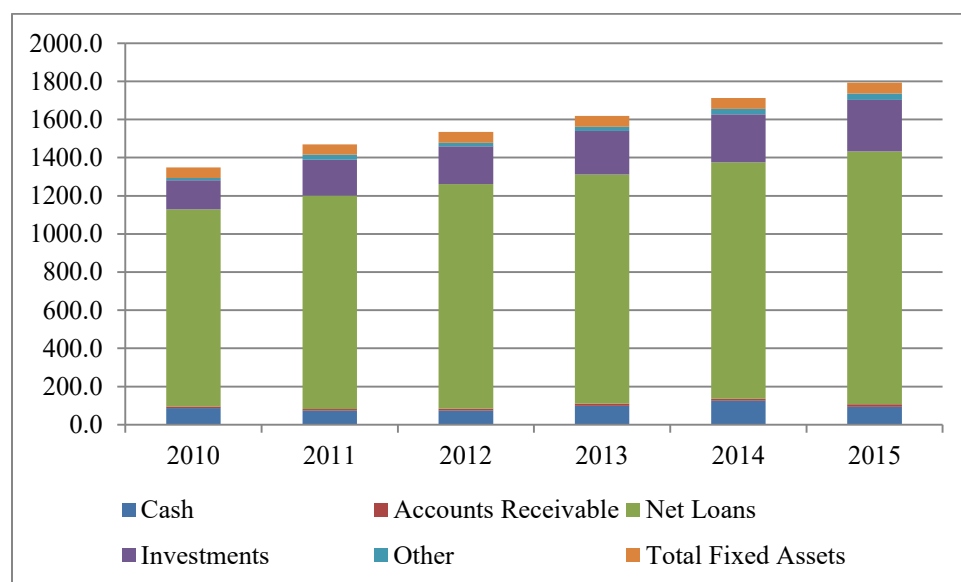


Figure 4: Mortgage vs Total Gross Loans as at March 31 (In BDS\$ millions)

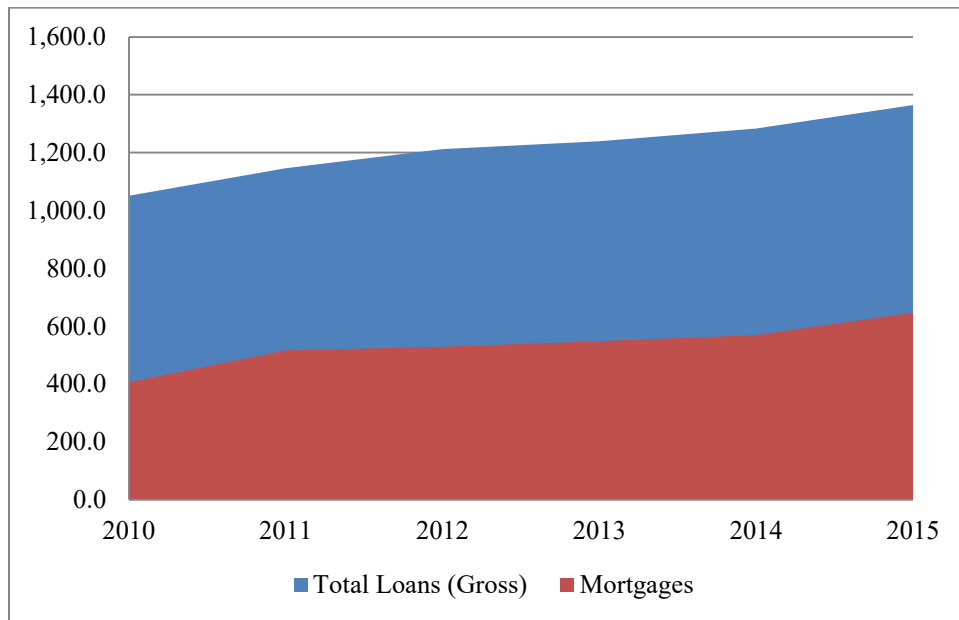


Table 3: New Credit Issued – January to March (In BDS\$ millions)

Year	Consumer	Real Estate	Private Transport	Commercial Transport	Agriculture	Other Business
2015	63.4	57.1	16.4	1.06	0.009	1.02
2014	45.1	36.0	11.3	0.19	0.004	0.38
2013	40.5	47.9	9.9	0.24	0.010	0.51
2012	42.5	46.9	10.0	0.43	0.009	0.64
2011	42.9	55.6	12.4	0.36	0.010	0.60
2010	24.9	29.8	8.7	0.00	0.004	0.71

Table 4 New Credit Issued – January to March (In BDS\$ thousands)

Loan Category	2014	% Total 2014	2015	% Total 2015	Change	% Change
Consumer	45,109.8	48.5%	63,378.1	45.6%	18,268.3	40.5%
Real Estate	35,989.2	38.7%	57,051.0	41.1%	21,061.8	58.5%
Private Transport	11,341.2	12.2%	16,413.3	11.8%	5,072.1	44.7%
Commercial Transport	188.8	0.2%	1,056.5	0.8%	867.7	459.6%
Agriculture	4.0	0.0%	9.0	0.0%	5.0	125.0%
Other Business	380.4	0.4%	1,021.3	0.7%	640.9	168.5%
Total	93,013.4	100.0%	138,930.2	100.0%	45,916.8	49.4%

Asset Quality

Figure 5: NPL Ratio

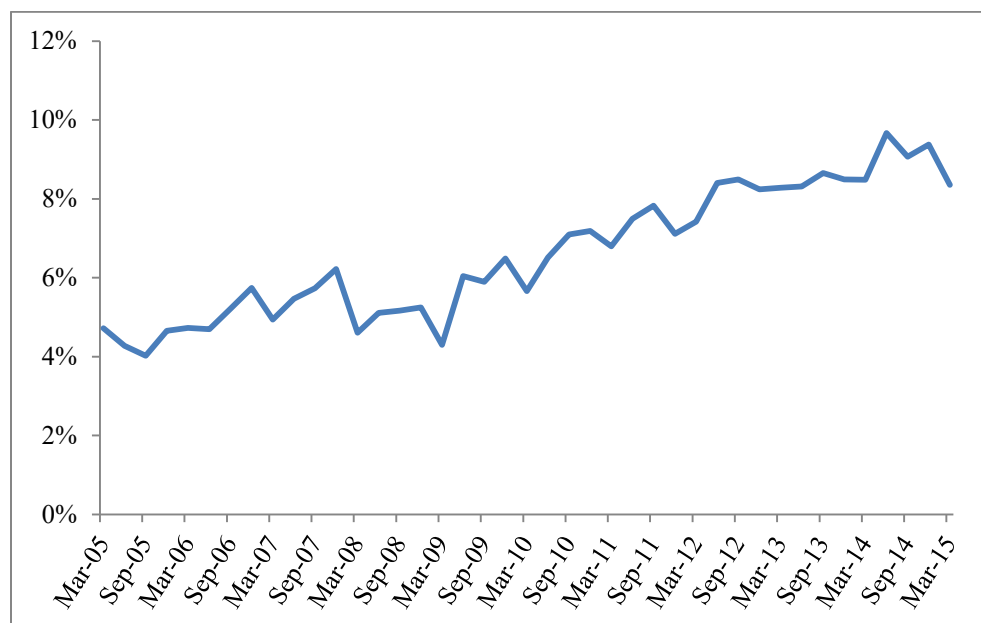


Table 5: NPLs by Category as at March 31 (In BDS\$ millions)

Year	3 to 6 months	6 to 12 months	Over 12 months	Total
2015	22.2	19.8	71.9	113.9
2014	22.1	22.4	64.4	108.9
2013	25.0	21.1	56.6	102.7
2012	24.5	20.4	45.0	89.9
2011	19.2	20.1	38.6	77.9
2010	16.5	17.0	26.0	59.5

Table 6: NPLs by Category (In BDS\$ millions)

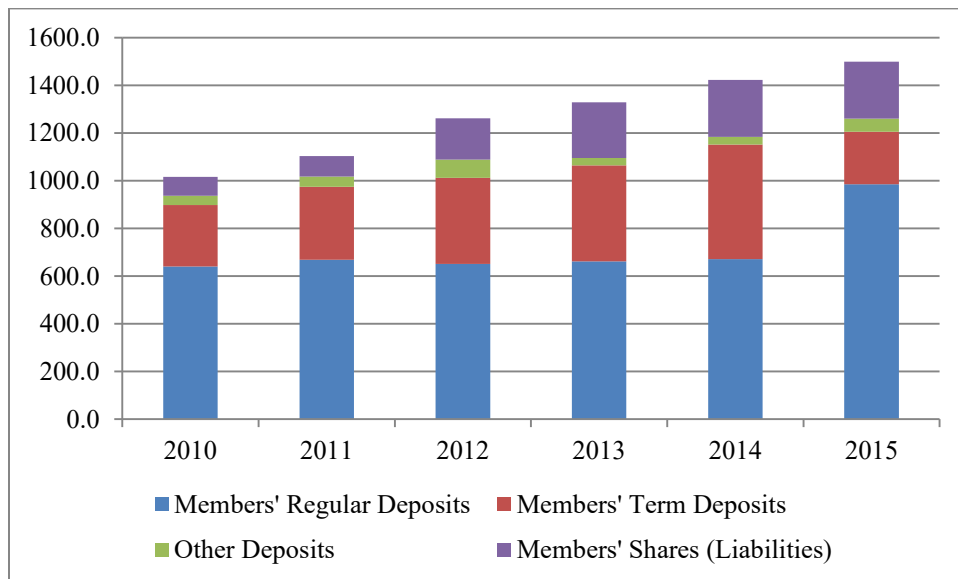
NPL Category	March 2014	% Total March 2014	March 2015	% Total March 2015	Change	% Change
3 to 6 months	22.1	20.3%	22.2	19.5%	0.1	0.5%
6 to 12 months	22.4	20.6%	19.8	17.4%	-2.6	-11.6%
Over 12 months	64.4	59.1%	71.9	63.1%	7.5	11.6%
Total	108.9	100.0%	113.9	100.0%	5.0	4.6%

Members' Savings

Table 7: Members' Savings as at March 31 (In BDS\$ millions)

Year	Member Deposits			Member Shares (Liabilities)	Total
	Regular	Term	Other		
2015³	984.2	220.3	54.9	239.0	1,498.4
2014	670.4	480.3	32.6	239.2	1,422.5
2013	661.4	402.6	31.0	233.9	1,328.6
2012	650.7	360.4	77.2	172.8	1,261.1
2011	668.4	306.1	43.1	85.0	1,102.6
2010	640.6	256.6	39.4	79.5	1,016.2

Figure 6: Members' Savings as at March 31 (In BDS \$ millions)



³ During 2014 credit unions reclassified some of their term deposits to regular deposits.

Capital and Profitability

Table 8: Capital to Assets Ratio as at March 31 (In BDS\$ millions)

Year	Capital				Capital to Assets Ratio
	Statutory Reserves	Liquidity Reserves	Undivided Surplus	Total	
2015	150.8	1.8	42.0	194.7	10.9%
2014	140.9	0.9	40.1	181.9	10.6%
2013	123.6	0.8	38.5	162.8	10.1%
2012	114.2	0.8	34.9	149.9	9.8%
2011	104.8	1.0	30.0	135.8	9.2%
2010	94.2	1.6	27.3	123.1	9.1%

Figure 7: Capital to Assets Ratio as at March 31 (In BDS\$ millions)

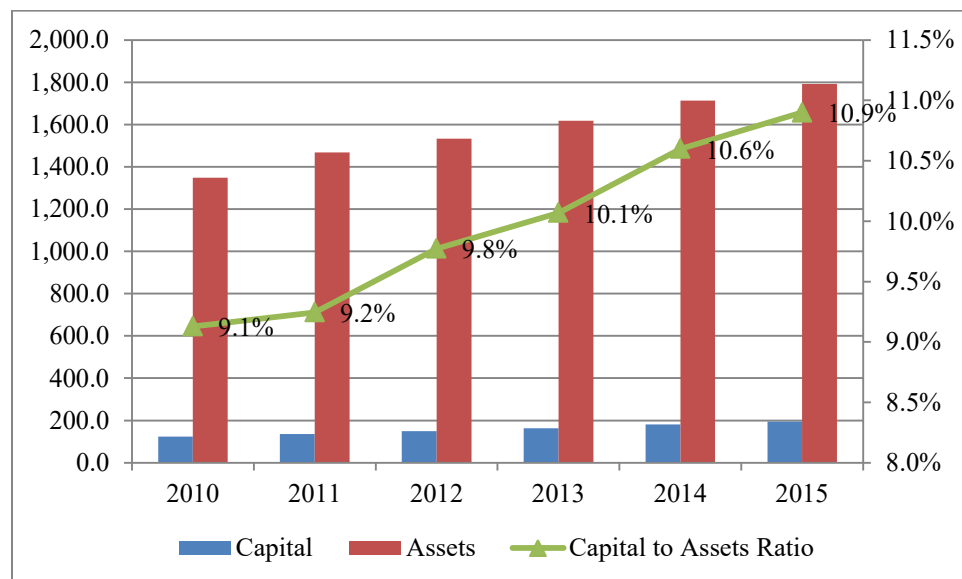


Table 9: Total Income for the year ended March 31 (In BDS\$ millions)

Year	Interest on Loans	Investment Income	Other	Total Income
2015	106.8	8.4	7.1	122.3
2014	105.5	9.8	4.5	119.8
2013	103.1	8.8	5.1	117.0
2012	102.7	7.9	5.5	116.1
2011	94.6	9.1	6.4	110.1
2010	90.3	6.9	5.3	102.5

Figure 8: Total Income for the year ended March 31 2015

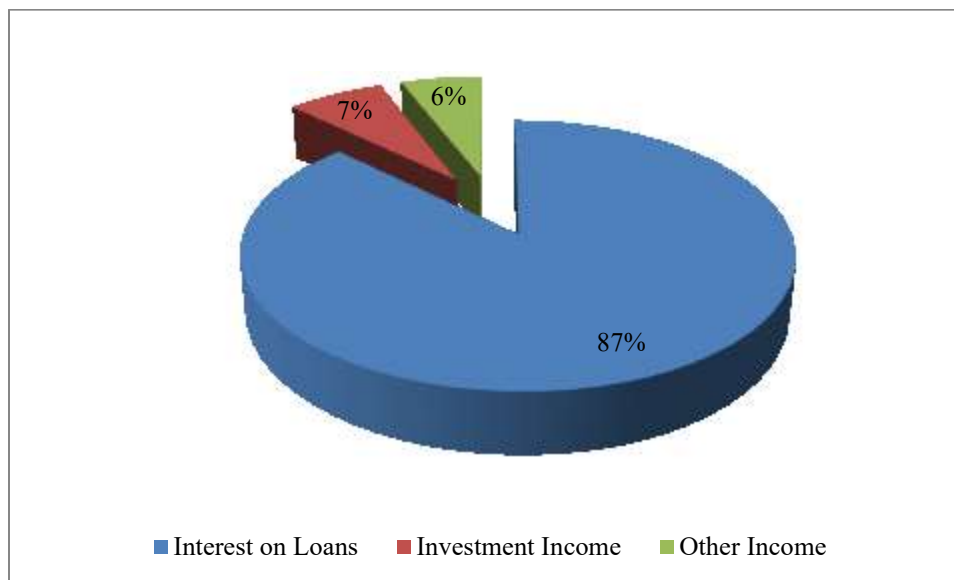


Table 10: Total Expenditure for the year ended March 31 (In BDS\$ millions)

Year	Staff	Interest on Deposits	Lp & Ls	Bad & Doubtful Loans	Office Expenses	Depreciation	Other	Total Expenditure
2015	23.4	32.6	3.8	6.0	6.1	4.3	30.7	106.9
2014	23.2	36.2	3.7	6.5	7.3	4.0	21.6	102.6
2013	21.8	34.0	3.9	6.9	6.5	3.6	20.2	97.0
2012	20.5	34.2	3.4	6.6	5.9	3.8	21.4	95.8
2011	20.5	32.9	3.4	7.1	5.3	3.9	20.2	93.3
2010	18.9	30.3	2.9	5.8	5.1	3.8	16.5	83.1

Figure 9: Total Expenditure for the year ended March 31 2015

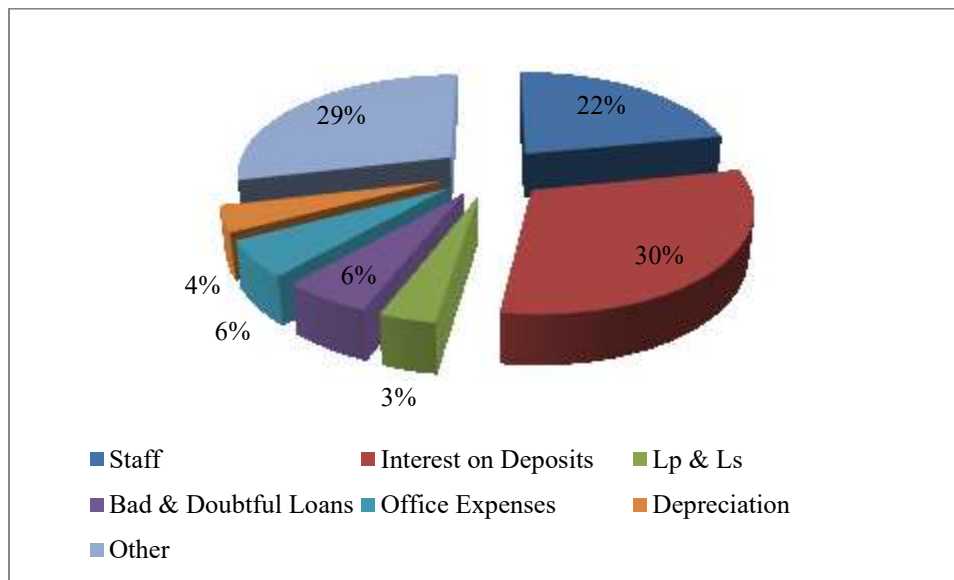
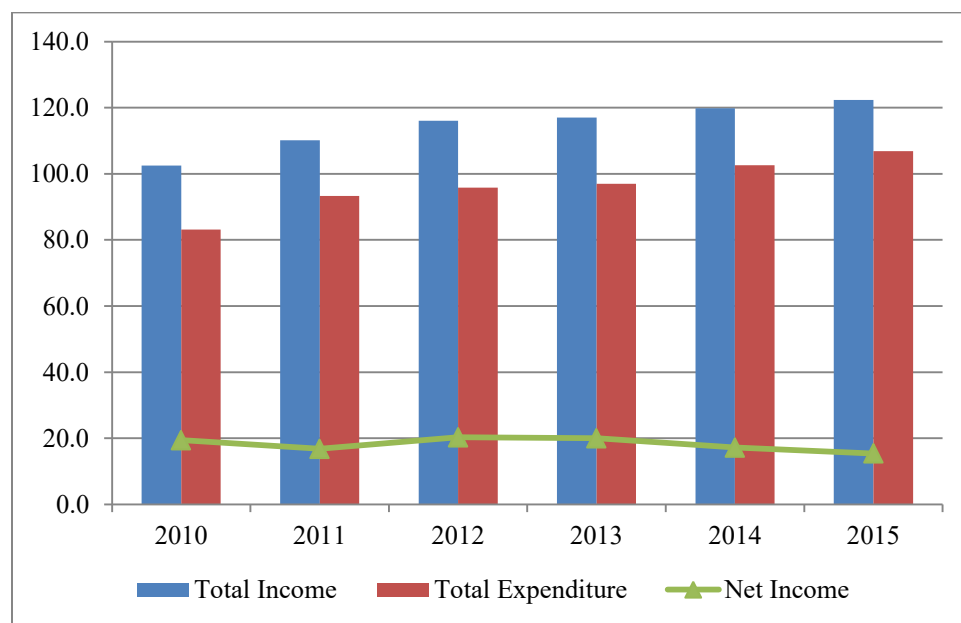


Table 11: Income and Expenditure for the year ended March 31 (In BDS\$ millions)

Year	Total Income	Total Expenditure	Net Income
2015	122.3	106.9	15.4
2014	119.8	102.6	17.2
2013	117.0	97.0	20.0
2012	116.1	95.8	20.3
2011	110.1	93.3	16.8
2010	102.5	83.1	19.4

Figure 10: Income and Expenditure for the year ended March 31 (In BDS\$ millions)



Securities

Securities Highlights

- ❖ The number of firms registered with the FSC increased from 97 at the end of March 2014 to 104 at the end of March one year later. Increase recorded noted the market intermediaries (firms) and the other issuers' categories.
- ❖ The number of market intermediaries⁴ (firms) registered with the FSC increased from 21 to 28 between June 2014 and June 2015. Increases were recorded for the securities companies, investment advisers and underwriters categories.
- ❖ The number of domestic mutual fund licensed with the FSC decreased from 21 to 20 during the twelve-month period ended March 31, 2015.
- ❖ Total assets under management for the domestic mutual fund sector in Barbados increased from \$1,834.7 million at the end of March 2014 to \$1,877.3 million at the end of March one year later.

⁴ Market Intermediaries refers to firms registered in the categories of securities company, underwriter, investment adviser, dealer and mutual fund administrator.

Table 12: Number of Registrants/Licensees (Firms) as at March 31

Type	2014	2015
Market Intermediaries (Firms)	21	28
Mutual Funds (including sub-funds)	26	25
Other Issuers	1	2
Reporting Issuers	47	47
Self-regulatory Organisations	2	2

Table 13: Breakdown of Market Intermediaries⁵ (Firms) as at March 31

Category	2014	2015
Securities Company	10	13
Investment Adviser	7	14
Dealer	3	3
Underwriter	5	6
Mutual Fund Administrator (General)	11	10
Mutual Fund Administrator (Restricted)	0	0

Table 14: Barbados Stock Exchange Activity⁶ as at March 31

	2013	2014	2015
Listed companies	23	20	20
Listed securities	28	26	25
Local market index	3,084.37	2,568.58	2,194.13
Cross-listed market index	1,325.98	1,539.55	1,726.65
Composite market index	738.76	668.90	624.23
Local market capitalisation BDS\$ millions	8,869.16	6,395.32	5,499.74
Cross-listed market capitalisation BDS\$ millions	2,214.57	2,569.38	2,895.43
Composite market capitalisation BDS\$ millions	11,103.53	8,964.69	8,395.17
No. of major transactions ⁷	1	0	0

⁵ Some firms are registered in more than one category

⁶ Provided by the Barbados Stock Exchange Inc.

⁷ Takeovers, mergers, rights issues etc.

Table 15: Number of Domestic Mutual Funds by Type as at March 31

Type of Fund	2010	2011	2012	2013	2014	2015
Balanced	3	3	3	3	3	3
Exchange-Traded	1	3	4	4	4	3
Growth ^R	5	5	5	5	6	6
Income ^R	4	4	4	4	5	5
Property	2	2	2	2	3	3
Total	15	17	18	18	21	20

Figure 11: Assets under Management by Type of Fund as at March 31 2015

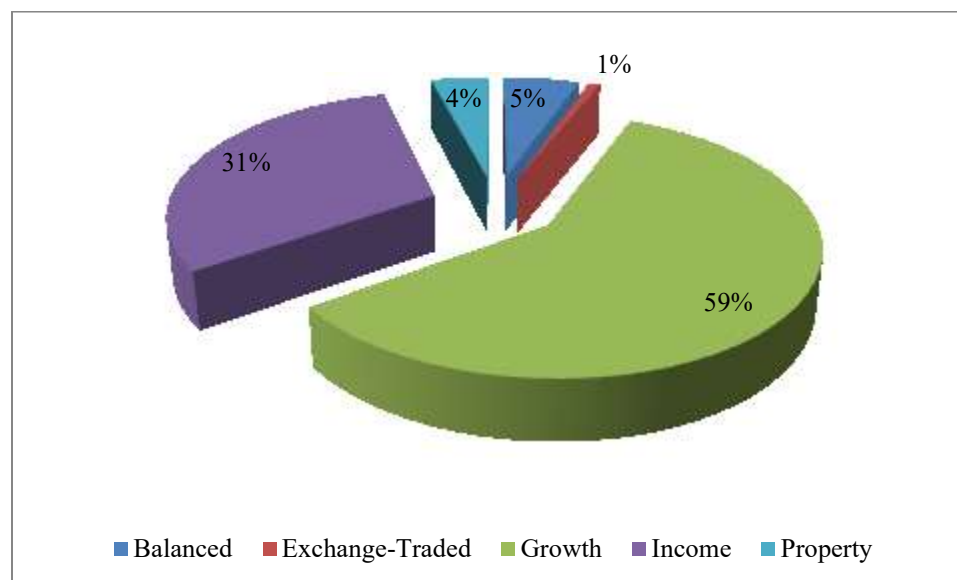


Table 16: Assets under Management by Type of Fund as at March 31 (In BDS\$ millions)

Type of Fund	2010	2011	2012	2013	2014	2015
Balanced	116.0	120.4	113.4	110.3	97.7	100.5
Exchange-Traded	6.2	15.7	19.5	20.2	22.1	14.3
Growth^R	455.5	512.5	527.7	568.2	1,071.8	1,108.3
Income^R	140.9	192.3	196.2	197.2	564.0	577.
Property	91.3	90.3	85.8	83.9	79.1	76.3
Total	809.9	931.2	942.6	979.8	1,834.7	1,877.3

Figure 12: Assets under Management by Type of Fund as at March 31 (In BDS\$ millions)

