

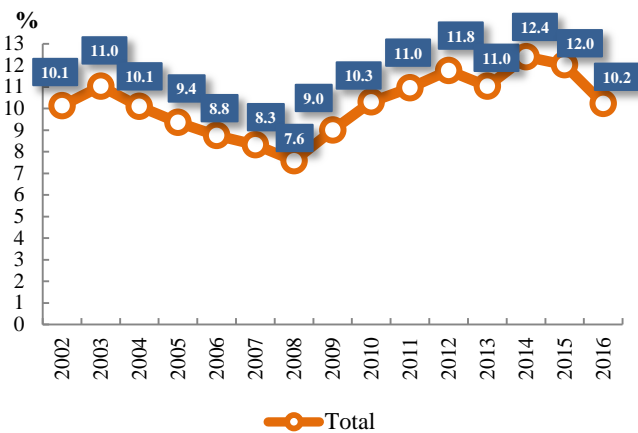


Press Release

September 2016

During the first 9 months of 2016, the economy expanded by 1.3 percent thanks to improvements in the tourism sector (3 percent), construction (5 percent), and business and other services (3 percent). The average unemployment rate fell to 10.2 percent for the nine months ending June (Figure 1). Inflation remained in negative territory, with the price index declining by 1.2 percent.

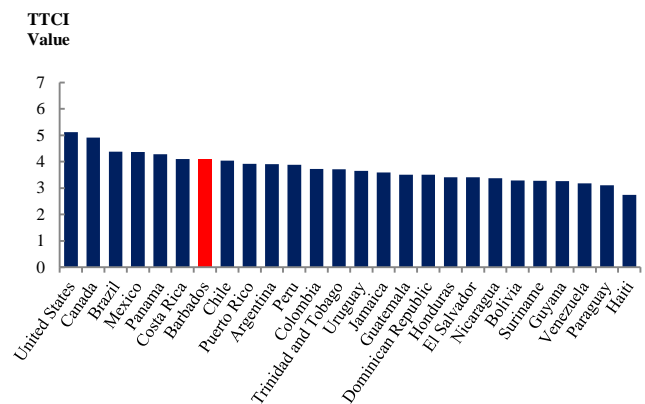
Figure 1: Four Quarter Average Unemployment Rate Ending June



Source: Barbados Statistical Service

Barbados ranks at number seven (7) in the Americas in the competitiveness of our tourism. Ahead of us are the US, Canada, Brazil, Mexico, Panama, and Costa Rica (Figure 2).

Figure 2: Travel and Tourism Competitiveness Index



Source: Travel and Tourism Competitiveness Report 2015

A strength of the tourism industry is the fact that Barbados does not have an overreliance on any one market. Long stay arrivals increased by 5.7 percent, with arrivals from the US up 11 percent and the UK up 3 percent (Table 1).

Table 1: Tourist Arrivals by Source Market ('000)

	January 1 - September 30			
	2015 ^(p)	2016 ^(e)	Change	% Change
U.S.A	111.8	123.8	12.0	10.7
Canada	55.6	56.1	0.5	1.0
U.K	150.7	154.7	4.0	2.6
Germany	8.4	8.0	(0.4)	(4.8)
Other Europe	19.6	19.4	(0.1)	(0.7)
CARICOM	66.8	75.5	8.7	13.0
Other Countries	19.8	19.7	(0.1)	(0.4)
TOTAL LONG-STAY	432.7	457.2	24.5	5.7

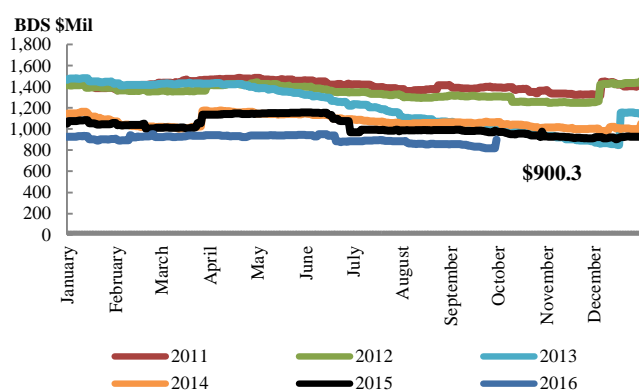
Source: Central Bank of Barbados

The economic foundations of Barbados' international business and financial services sector remain strong, but the sector faces a challenge because of the sentiment against globalization in advanced economies. Data up to July indicates that the number of licenses granted to International Business Companies (IBC) declined by 7.5 percent. In addition, a total of \$67 billion in assets were held by international banks in June 2016, representing a 16 percent decrease over a 12-month period.

Maintaining the value of our currency hinges on crafting fiscal policies that aid in dampening the demand for foreign currency. Government's fiscal consolidation has assisted in the maintenance of a level of reserves that are above the 12 week benchmark.

The stock of foreign reserves at end-September stood at \$900 million (14 weeks of import cover) (Figure 3). In efforts to augment this stock of foreign reserves, fiscal policy was tightened in August, by means of a combination of additional revenue measures and further cuts in expenditure (Table 2).

Figure 3: International Reserves



Source: Central Bank of Barbados

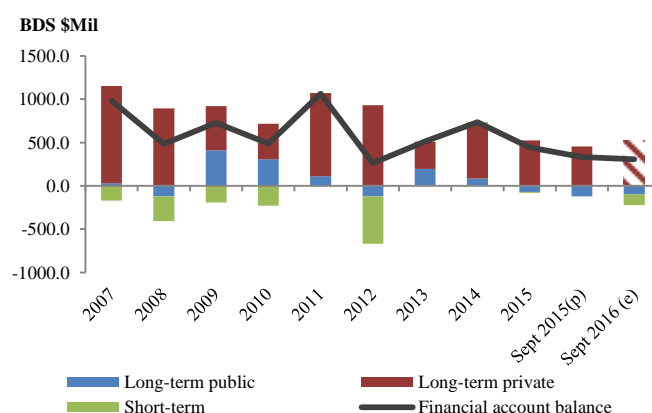
Table 2: August Fiscal Adjustment Measures (BDS \$Mil)

Forecast - Before Fiscal Adjustment Measures	FY2016/17	% GDP
Total Revenue	2,637.2	28.6
Total Expenditure	3,199.9	34.7
Fiscal Deficit	(562.7)	(6.1)
Forecast - After Fiscal Adjustment Measures	FY2016/17	% GDP
Total Fiscal Adjustment	152.0	1.6
Revenue Enhancement Measures	112.2	1.2
Reduction in Transfers to SOEs	50.0	0.5
Other Expenditure Adjustments	(10.2)	(0.1)
Total Revenue	2,749.4	29.8
Total Expenditure	3,160.1	34.2
Fiscal Deficit	(410.7)	(4.4)
Current Account Deficit	(159.9)	(1.7)

Source: Ministry of Finance and Central Bank of Barbados

There has been a significant improvement in the current account of the balance of payments, but the financial account inflows have been very weak. The current account deficit was lower by 3.6 percentage points of GDP, almost entirely because of tourism. Fuel imports were down by 1.9 percentage points of GDP, with a fall in both prices and the amount imported.

Figure 4: Net Financial Flows



Source: Central Bank of Barbados

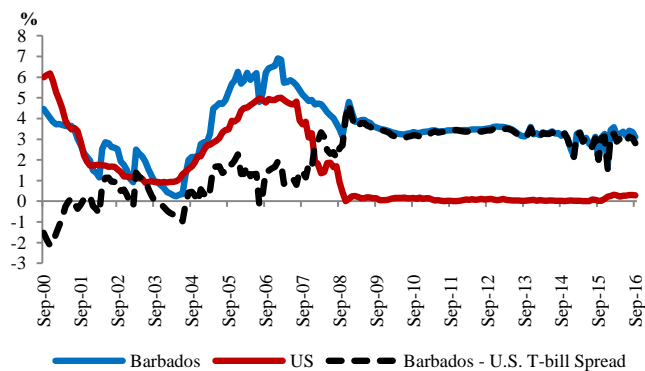
Total generating capacity for renewable energy in September was 13 megawatts. By year-end, capacity will rise to 30 megawatts, or 12 percent of installed capacity, with the addition of the Barbados Light and Power's 10 megawatt solar farm.

The fiscal deficit for the April to September period is estimated to be \$145 million on the current account. Accrued tax revenues are anticipated to increase by \$13 million, with corporate taxes, property taxes, and excises increasing by \$6 million, \$14 million and \$10 million respectively. Small reductions in grants to state-owned enterprises (\$5 million) and in wages and salaries (\$8 million) were more than offset by a \$34 million increase in interest payments because of rising debt levels.

Government's financing needs for the period April to September were met by using \$326 million from domestic sources. The National Insurance increased their investment in securities by \$91 million and insurance companies and other non-bank investors provided \$4 million worth of financing. In addition, there was an \$84 million switch from foreign to domestic financing because of amortization of foreign loans. The resulting money creation by the Central Bank financing Government was \$114 million. The pressure of Government's ongoing cash flow needs is reflected in the failure to narrow the gap between the Barbados and US 3-month Treasury bill rates, which remains at 2.81 percentage points (Figure 5).

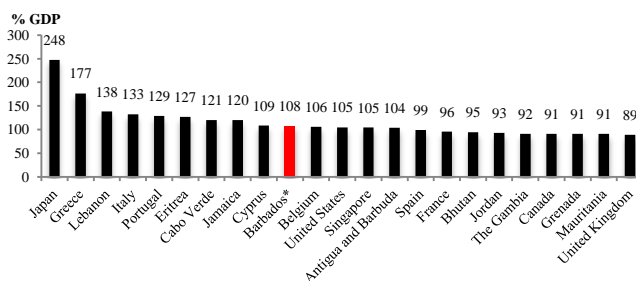
The gross public sector debt at the end of September stood at 108 percent of GDP, while the net public sector debt ratio was 57 percent.

Figure 5: Three-month Barbados and U.S. Treasury Bill rates



Source: Central Bank of Barbados

Figure 6: Gross Government Debt – International Comparison



*B'dos as at September 2016

Source: World Economic Outlook 2016 as at December 2015

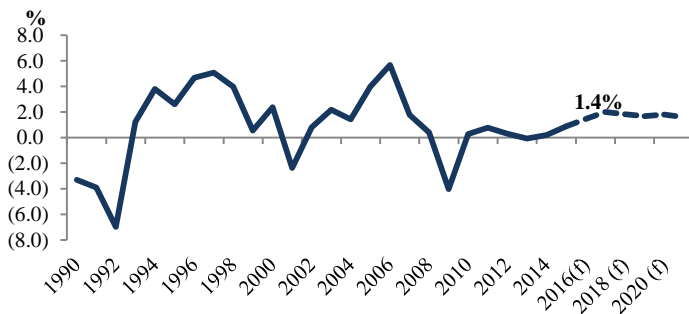
Outlook

The Central Bank forecasts economic growth of 1.4 percent for 2016 (Figure 7). Growth for the next five years is expected to be in the region of 2 percent per year, driven by our competitive, diversified, and highly regarded tourism sector. An 11 percent increase in airline capacity is expected from the US and Canada for the coming tourist season. A pickup in construction activity is also anticipated, much of it tourism-related.

The combined effect of the August fiscal measures and revenues from the sale of the Barbados National Oil Terminal Ltd. is expected to reduce

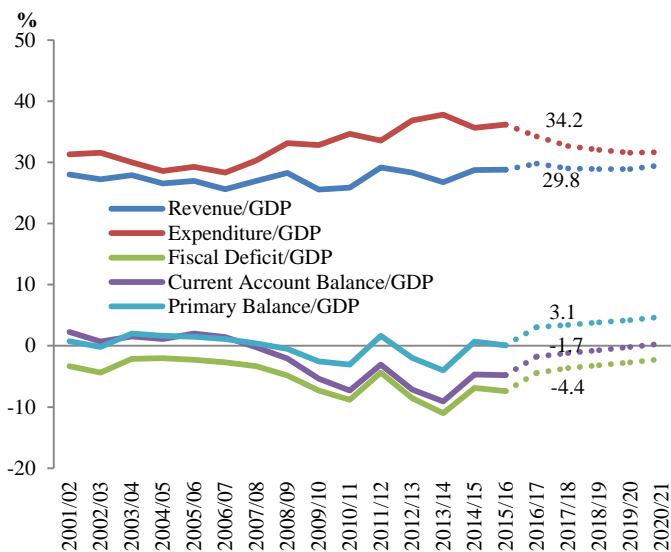
the Government's deficit to the end of the fiscal year slightly above 4 percent of GDP. A continuation of the process of fiscal consolidation should reduce the deficit below the rate of GDP growth in 2017 (Figure 8). In subsequent years the ratio should decline, as Government updates the medium term fiscal adjustment strategy.

Figure 7: Real GDP Growth



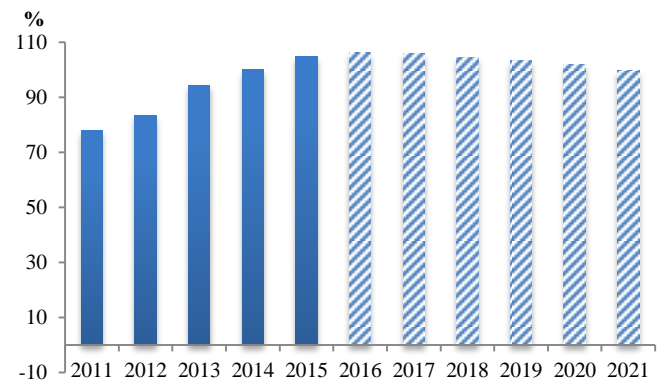
Source: Central Bank of Barbados

Figure 8: Selected Fiscal Indicators



Source: Ministry of Finance and Central Bank of Barbados

Figure 9: Gross Government Debt to GDP



Source: Central Bank of Barbados

Barbados remains confident of the prospects of our international business and financial services sector, and officials of Government and Central Bank are actively engaged with international institutions and companies to find ways of resolving the current challenges. The prospects for value-added rum and other high quality exports and services are encouraging. The growth of the renewable energy sector has great promise for the medium term.

Significant improvements in labour productivity, including the more productive use of new technology, could substantially better the expected growth rates generated by the foreign exchange sectors.

Table 1 – Economic Indicators

	2008	2009	2010	2011	2012	2013	2014	2015 ^(p)	Jan-Sep 2015 ^(p)	Jan-Sep 2016 ^(e)
Real Growth (%)	0.4	(4.0)	0.3	0.8	0.3	(0.1)	0.2	0.9	0.4	1.3
Tradables (%)	(0.3)	(4.3)	(0.4)	(2.5)	(3.1)	0.1	(0.3)	2.6	1.7	0.5
Nontradables (%)	0.6	(4.0)	0.4	1.6	1.2	(0.1)	0.3	0.5	0.1	1.5
Inflation (%) ¹	8.1	3.6	5.8	9.4	4.5	1.8	1.8	(1.1)	1.2	(1.2)
Avg. Unemployment (%) ²	8.1	10.0	10.3	11.2	11.5	11.6	12.3	11.3	12.0	10.2
Foreign Exchange Reserves (\$ Million)	1,343.3	1,477.4	1,423.7	1,414.8	1,457.7	1,144.1	1,052.4	927.0	977.6	900.3
Foreign Exchange Reserves Cover, Weeks	16.3	21.0	18.6	18.0	20.2	15.6	14.7	13.6	14.2	14.0
BoP Current Account (as % GDP)	(10.6)	(6.6)	(5.7)	(12.8)	(9.3)	(9.1)	(9.9)	(6.3)	(6.1)	(2.5)
Net Capital Inflows	473.2	721.5	504.9	1,076.9	299.2	504.4	724.6	426.8	346.2	323.8
Net Public Sector Debt/GDP	27.6	38.6	50.4	53.8	56.0	66.2	71.6	68.8	68.5	56.9
External Debt Service to Curr. Acct. Cred.	5.8	5.8	13.3	6.0	6.4	6.4	6.9	9.5	8.9	6.6
Treasury-bill Rate	4.8	3.4	3.4	3.4	3.6	3.2	2.6	1.8	2.0	3.1
US Treasury-bill Rate	0.0	0.1	0.1	0.0	0.1	0.1	0.0	0.2	0.0	0.3
Average Deposit Rate ³	4.1	2.7	2.7	2.7	2.5	2.5	2.5	0.4	0.6	0.3
Average Loan Rate ³	9.6	8.9	7.3	6.6	6.8	7.4	7.1	6.8	6.8	6.8
Fiscal Year	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16^(p)		
Fiscal Deficit (% of GDP)	(4.8)	(7.2)	(8.7)	(4.4)	(8.5)	(11.0)	(6.9)	(7.4)		
Fiscal Current Account (as % of GDP)	(2.1)	(5.3)	(7.2)	(3.1)	(7.1)	(9.0)	(4.7)	(4.8)		
Revenue (as % of GDP)	28.3	25.3	25.6	29.3	28.4	26.7	28.8	29.1		
Expenditure (as % of GDP)	33.1	32.5	34.3	33.7	36.9	37.7	35.7	36.6		
Govt Interest Payments (as % of Revenue)	15.3	18.8	22.3	20.7	23.2	26.1	26.4	25.9		

^(p) - Provisional

^(e) - Estimate

¹ - Data to April 2016 and reflects the new Barbados Statistical Service inflation weights

² - Average Annual Data to June 2016

³ - Data up to August 2016

n.a. - Not Available

Source: Central Bank of Barbados

Table 2 – GDP by Sector and Activity
(BDS \$Millions, Constant Prices)

	Avg contribution to GDP (%)	2008	2009	2010	2011	2012	2013	2014	2015 ^(p)	Jan-Sep 2015 ^(p)	Jan-Sep 2016 ^(e)
Tradables	20.0	241.3	230.9	230.0	224.1	217.2	217.4	216.7	222.4	166.2	167.0
Tourism	11.7	131.4	126.9	131.4	131.2	126.3	124.3	126.2	134.3	97.4	99.9
Manufacturing	3.9	60.7	53.3	51.0	48.3	45.0	46.0	45.2	44.2	32.3	31.8
Of which:											
Rum & Other beverages	0.5	8.4	7.4	7.1	6.7	6.3	6.4	6.3	6.2	4.5	4.4
Food	1.0	15.4	13.5	13.0	12.3	11.4	11.7	11.5	11.2	8.2	8.1
Furniture	0.1	1.7	1.5	1.4	1.3	1.2	1.3	1.2	1.2	0.9	0.9
Chemicals	0.2	3.7	3.2	3.1	2.9	2.7	2.8	2.7	2.7	1.9	1.9
Electronics	0.3	4.6	4.0	3.9	3.7	3.4	3.5	3.4	3.3	2.4	2.4
All Other Manufacturing	1.7	26.9	23.6	22.6	21.4	20.0	20.4	20.0	19.6	14.3	14.1
Sugar	0.5	13.6	13.7	11.0	10.1	10.5	7.5	6.7	4.5	4.0	2.7
Other Agriculture	3.9	35.7	37.0	36.6	34.5	35.3	39.6	38.6	39.4	32.4	32.6
Nontradables	80.0	899.4	863.8	867.6	881.8	892.0	890.9	893.9	898.0	664.4	674.6
Mining & Quarrying	0.5	8.4	5.3	5.8	5.0	4.6	3.9	4.7	5.8	4.5	3.9
Electricity, Gas & Water	3.9	43.0	43.3	44.2	43.5	43.7	43.4	43.4	43.4	32.2	32.5
Construction	5.5	93.8	76.7	69.4	76.7	70.9	62.5	61.8	60.6	45.8	47.9
Distribution	20.2	247.0	235.3	240.8	240.9	242.0	245.8	246.4	246.0	168.1	170.2
Transport, etc.	10.9	116.5	113.9	114.0	114.6	116.9	117.9	118.5	120.2	90.8	92.2
Finance and Other Services	21.6	228.9	222.7	225.0	227.7	234.4	235.5	236.4	239.2	179.6	184.6
Government	17.3	161.8	166.7	168.4	173.4	179.4	181.9	182.8	182.8	143.3	143.4
Total		1,140.7	1,094.7	1,097.6	1,105.9	1,109.2	1,108.4	1,110.6	1,120.4	830.6	841.6
Nominal GDP		9,190.5	9,202.5	8,893.6	8,717.8	8,664.3	8,742.4	8,705.4	8,842.1	6,554.2	6,786.0
Real Growth Rates		0.4	(4.0)	0.3	0.8	0.3	-0.1	0.2	0.9	0.4	1.3
Tradables		(0.3)	(4.3)	(0.4)	(2.5)	(3.1)	0.1	(0.3)	2.6	1.7	0.5
Nontradables		0.6	(4.0)	0.4	1.6	1.2	(0.1)	0.3	0.5	0.1	1.5

^(p) - Provisional

^(e) - Estimate

Source: Central Bank of Barbados

Table 3 – Balance of Payments
(BDS \$Millions)

	2008	2009	2010	2011	2012	2013	2014	2015(p)	Jan-Sep 2015 ^(p)	Jan-Sep 2016 ^(e)
Current Account*	(969.9)	(610.7)	(509.1)	(1,116.8)	(803.9)	(793.4)	(862.7)	(558.2)	(401.1)	(162.3)
Inflows	5,203.7	4,521.1	4,811.8	4,728.4	4,436.0	4,553.2	4,455.6	4,619.3	3,455.3	3,720.6
Travel	2,391.8	2,145.6	2,076.6	1,925.3	1,835.7	1,927.9	1,776.7	1,913.8	1,436.9	1,637.4
Other Services	1,234.6	911.9	1,179.4	1,250.8	941.1	1,052.3	1,065.0	1,047.4	800.3	805.9
Domestic Exports	508.0	449.2	460.2	494.9	532.6	521.2	539.4	486.3	365.0	388.4
Rum	66.0	57.2	66.8	70.9	82.4	86.1	78.7	76.3	62.6	63.3
Other Beverages	15.3	14.2	13.1	12.3	10.3	13.9	13.6	12.2	9.1	8.1
Food	62.8	50.7	50.0	55.9	63.6	64.0	70.0	65.1	46.8	50.1
Sugar	45.1	40.7	22.6	21.2	22.3	15.9	18.1	7.2	1.8	1.3
Chemicals	43.6	48.8	61.4	67.3	68.0	69.6	73.6	73.9	52.5	55.7
Electronics	23.8	16.3	19.4	21.5	17.1	13.3	16.6	17.0	13.5	10.4
Printed Paper Labels	28.9	33.8	31.0	22.9	19.8	39.9	38.1	34.8	26.8	24.9
Construction Materials	41.6	43.0	38.7	30.9	25.8	45.3	44.5	42.1	31.5	35.5
Other	212.9	170.8	161.0	110.4	229.3	174.7	186.6	154.5	120.7	139.4
Re-exported goods	467.6	307.9	398.3	455.3	597.6	414.0	409.4	479.5	306.0	404.4
Income*	328.5	493.0	471.3	424.7	376.9	496.6	524.6	515.2	388.1	393.7
Transfers	241.1	187.1	222.3	259.1	146.3	139.7	140.0	180.3	158.8	90.4
Outflows	6,173.6	5,131.8	5,320.9	5,845.1	5,239.9	5,346.6	5,318.3	5,177.5	3,856.4	3,882.9
Merchandise Imports	3,665.0	2,732.6	3,014.7	3,457.7	3,375.8	3,361.5	3,304.4	3,074.4	2,227.5	2,234.9
Services	1,561.6	1,384.2	1,491.2	1,057.5	1,028.0	970.7	960.7	1,020.5	800.6	791.8
Income*	759.5	868.5	670.5	992.8	672.0	848.4	884.3	906.2	686.2	707.2
Transfers	187.5	146.5	144.5	337.2	164.1	166.1	169.0	176.4	142.1	149.0
Capital And Financial Accounts	473.2	721.5	504.9	1,076.9	299.2	504.4	724.6	426.8	346.2	323.8
Capital Account	(12.0)	(10.2)	(7.2)	(17.8)	(13.5)	(9.0)	(9.4)	(15.8)	(12.0)	0.8
Long term	769.5	920.5	716.8	1,071.0	810.2	467.7	681.6	416.3	330.3	427.9
Public	(122.5)	408.6	306.6	112.1	(120.4)	194.4	84.9	(72.2)	(123.9)	(99.5)
Private*	892.0	511.9	410.3	958.9	930.7	273.3	596.8	488.5	454.2	527.4
Short-term Investment Flows	(284.2)	(193.4)	(229.5)	(8.5)	(547.2)	8.3	17.2	(8.6)	3.3	(122.2)
Net Errors & Omissions	229.2	23.4	(49.4)	31.0	547.7	(24.7)	46.4	5.9	(19.9)	(188.3)
Overall Balance	(206.6)	134.1	(53.7)	(8.9)	43.0	(313.6)	(91.7)	(125.4)	(74.8)	(26.8)
Change in FXR: - increase/+ decrease	206.6	(134.1)	53.7	8.9	(43.0)	313.6	91.7	125.4	74.8	26.8

*Excludes Reinvested Earnings

^(p) - Provisional

^(e) - Estimate

Table 4 – Summary of Government Operations
(BDS \$Millions)

	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16 ^(p)	Sep 2015 ^(p)	Sep 2016 ^(e)
Total Revenue	2,597.4	2,323.7	2,278.9	2,550.5	2,457.3	2,334.3	2,505.6	2,572.2	1,280.7	1,254.2
Tax Revenue	2,396.1	2,156.3	2,168.4	2,345.7	2,240.8	2,156.4	2,325.3	2,424.2	1,188.1	1,201.3
i) Direct Taxes	1,038.4	951.1	883.8	925.1	897.9	813.4	961.7	1,011.8	491.7	491.9
Personal	375.5	386.3	395.4	420.1	397.3	364.8	458.5	474.0	248.1	234.3
Corporate	447.2	372.8	294.2	286.1	268.6	174.7	206.3	232.3	73.1	79.0
Consolidation	0.0	0.0	0.0	0.0	0.0	14.4	33.1	36.2	19.7	5.2
Property	120.9	113.3	118.2	133.9	132.8	156.0	122.6	171.0	102.8	116.6
Municipal Solid Waste	0.0	0.0	0.0	0.0	0.0	0.0	32.0	0.0	0.0	0.0
Financial Institutions Asset Tax	0.0	0.0	0.0	0.0	0.0	0.0	24.7	24.7	10.5	19.5
Other	94.8	78.7	76.0	85.0	99.2	103.6	84.6	73.5	37.6	37.3
ii) Indirect Taxes	1,357.7	1,205.2	1,284.5	1,420.6	1,342.9	1,343.0	1,363.6	1,412.4	696.4	709.4
Stamp	18.7	11.3	11.8	11.7	11.2	11.6	11.2	10.1	5.2	4.5
VAT	800.1	703.8	764.8	939.9	879.0	905.6	886.3	896.8	446.5	444.9
Excises	165.1	147.0	146.0	161.0	141.3	115.4	132.4	162.3	72.6	82.8
Import Duties	219.4	178.4	191.3	195.6	201.2	193.6	223.0	224.0	107.0	110.7
Other	154.4	164.7	170.6	112.3	110.2	116.8	110.7	119.1	65.0	66.5
Non Tax Revenue & Grants	201.3	167.4	110.5	204.8	216.5	177.9	180.3	148.1	92.6	52.9
Non Tax Revenue	180.8	111.1	84.1	165.0	138.9	152.1	105.3	103.6	65.3	41.6
Grants	7.5	35.6	3.8	14.3	57.6	4.7	55.7	18.0	17.0	0.0
Post Office - Revenue	13.0	20.7	22.6	25.5	20.0	21.1	19.3	26.4	10.2	11.3
Current Expenditure	2,786.9	2,809.8	2,919.9	2,816.7	3,076.6	3,124.0	2,913.5	2,998.4	1,376.3	1,399.4
Wages & Salaries	832.7	861.1	860.2	867.4	882.2	871.9	810.3	787.4	394.3	386.5
Goods & Services	420.6	417.3	378.4	399.5	391.7	382.2	340.3	378.3	139.4	150.0
Interest	396.4	435.8	507.2	527.4	568.9	608.7	662.1	666.7	321.1	355.1
External	148.9	153.7	147.4	148.4	146.6	135.3	173.7	163.6	72.4	71.4
Domestic	247.5	282.1	359.8	379.0	422.3	473.4	488.4	503.1	248.7	283.7
Transfers & Subsidies	1,137.2	1,095.6	1,174.1	1,022.4	1,233.8	1,261.2	1,100.8	1,166.1	521.5	507.8
Grants to Individuals					333.6	365.1	327.7	359.5	148.8	133.7
Grants to Public Institutions					739.9	786.4	675.6	703.3	331.0	326.4
Non-Profit Agencies					39.6	37.3	29.5	32.8	15.9	15.5
Capital Expenditure & Net Lending	253.7	178.3	134.7	118.2	121.1	169.3	191.7	233.4	55.9	96.8
Fiscal Balance	(443.2)	(664.4)	(775.7)	(384.5)	(740.4)	(958.9)	(599.6)	(659.6)	(151.5)	(241.9)
Primary Balance	(46.8)	(228.6)	(268.5)	142.9	(171.5)	(350.2)	62.5	7.1	169.6	113.2
Fiscal Balance to GDP (%)	(4.8)	(7.2)	(8.7)	(4.4)	(8.5)	(11.0)	(6.9)	(7.4)		

^(p) - Provisional

^(e) - Estimate

Sources: Accountant General, Ministry of Finance and Central Bank of Barbados

Table 5 – Public Debt Outstanding
(BDS \$Millions)

	2008	2009	2010	2011	2012	2013	2014	2015	Jan-Sep 2015 ^(p)	Jan-Sep 2016 ^(e)
Government										
External Debt (of which)	1,974.6	2,414.4	2,731.9	2,770.5	2,644.9	2,868.0	3,013.2	2,950.5	2,897.0	2,895.9
SDRs (+)	0.1	194.4	196.1	210.4	200.8	195.4	200.6	182.1	182.1	183.5
PPP-Prison	285.2	282.2	278.8	275.1	271.0	266.5	261.5	256.0	256.0	249.9
Domestic Debt (of which)	2,861.8	3,405.3	3,661.4	4,032.1	4,591.8	5,381.9	5,701.9	6,324.8	6,197.3	6,848.7
PPP-Justice Improvement	103.0	127.1	132.3	132.9	0.0	0.0	0.0	0.0	0.0	0.0
PPP-Coast Guard	52.6	47.9	43.3	38.7	34.1	29.5	26.0	21.6	24.8	20.4
PPP-ABC Highway	135.0	161.7	158.3	151.7	144.7	137.0	128.9	119.8	119.8	111.9
Debentures	1,585.4	1,820.1	1,962.7	2,279.7	2,566.3	2,563.1	2,560.3	2,621.8	2,625.2	2,876.3
T-bills	529.4	735.2	890.8	953.4	1,238.0	2,042.0	2,275.6	2,842.7	2,768.3	3,118.4
Gross Government Debt	4,836.4	5,819.7	6,393.3	6,802.6	7,236.7	8,249.9	8,715.1	9,275.3	9,094.4	9,744.6
Government Assets (-)	1,644.4	1,633.0	1,514.0	1,613.5	1,516.3	1,451.0	1,330.4	1,104.1	1,203.3	1,260.7
Government Assets	825.9	872.3	964.6	1,074.2	1,005.8	1,051.8	971.2	744.9	844.1	792.2
Deposits	219.4	239.8	351.3	363.2	198.1	222.7	152.1	111.9	176.5	107.4
Central Bank	61.2	90.2	233.1	263.6	79.3	103.4	52.8	16.7	44.3	22.1
Commercial Banks	158.3	149.6	118.3	99.6	118.9	119.3	99.3	95.1	132.2	85.3
Sinking Fund	606.5	632.5	613.3	711.0	807.7	829.1	819.1	633.0	667.6	684.8
Sinking Funds for Dom. Debt	371.3	409.2	425.6	470.9	524.3	559.2	469.8	373.7	397.2	362.2
Sinking Funds for Fgn. Debt	235.2	223.3	187.7	240.1	283.4	269.9	349.3	259.3	270.4	322.6
Other Government Assets	818.5	760.8	549.4	539.3	510.5	399.2	359.3	359.3	359.3	468.5
Liquid NIS Assets	525.7	468.0	382.4	380.5	330.1	186.2	153.2	153.2	153.2	262.5
Cash	13.1	10.8	10.8	10.8	10.8	10.8	10.8	10.8	10.8	10.8
Due From Banks and Fin. Inst.	512.6	457.2	371.6	369.7	319.3	175.4	142.4	142.4	142.4	251.6
External Assets of NIS	266.9	292.7	166.9	158.8	180.4	213.0	206.1	206.1	206.1	206.1
Net Government Debt	3,192.0	4,186.7	4,879.3	5,189.1	5,720.3	6,798.9	7,384.7	8,171.2	7,891.0	8,483.9
Public Sector										
Gross Government Debt	4,836.4	5,819.7	6,393.3	6,802.6	7,236.7	8,249.9	8,715.1	9,275.3	9,094.4	9,744.6
Debt Held by Central Bank (-)	-	101.8	95.0	223.7	236.9	490.0	555.4	1,071.5	1,005.5	1,697.1
T-Bills	-	26.8	20.0	148.7	161.9	415.0	418.5	733.5	667.5	1,093.4
Debentures	-	75.0	75.0	75.0	75.0	75.0	137.0	338.1	338.1	603.8
Public Corporations' Debt (+)	1,000.7	1,295.0	1,538.5	1,609.0	1,334.6	1,360.4	1,425.7	1,385.8	1,412.9	1,301.4
Domestic	796.6	1,067.2	1,223.7	1,252.3	1,000.1	1,048.3	1,135.7	1,116.9	1,138.0	1,040.2
External	204.0	227.8	314.8	356.7	334.5	312.0	290.0	268.9	275.0	261.2
Gross Public Sector Debt	5,837.1	7,012.9	7,836.9	8,187.8	8,334.3	9,120.2	9,585.4	9,589.6	9,501.8	9,348.9
Net Government Debt	3,192.0	4,186.7	4,879.3	5,189.1	5,720.3	6,798.9	7,384.7	8,171.2	7,891.0	8,483.9
Other Central Bank Assets (-)	1,442.4	1,535.9	1,537.8	1,577.6	1,779.8	1,799.3	1,819.4	2,192.7	2,058.5	2,714.6
Foreign Assets	1,045.2	1,126.1	1,174.7	1,200.4	1,285.2	1,055.7	958.4	890.9	942.4	963.1
Other Foreign Assets	1,045.0	931.7	978.5	990.1	1,084.4	860.3	757.8	708.8	760.3	779.6
SDRs	0.1	194.4	196.1	210.4	200.8	195.4	200.6	182.1	182.1	183.5
Domestic Assets	397.2	409.8	363.1	377.1	494.6	743.6	861.0	1,301.8	1,116.1	1,751.5
Public Corporations' Deposits	213.8	289.4	306.6	311.7	209.6	197.8	198.5	207.9	209.8	220.6
Net Public Sector Debt	2,536.4	3,554.6	4,478.5	4,685.1	4,828.7	5,672.1	6,237.0	6,085.0	6,030.1	5,153.0
Gross Government Debt/GDP	52.6	63.2	71.9	78.0	83.9	96.4	100.1	104.9	103.3	107.7
Gross Public Sector Debt/GDP	63.5	76.2	88.1	93.9	96.6	106.5	110.1	108.5	107.9	103.3
Net Government Debt/GDP	34.7	45.5	54.9	59.5	66.3	79.4	84.8	92.4	89.6	93.7
Net Public Sector Debt/GDP	27.6	38.6	50.4	53.8	56.0	66.2	71.6	68.8	68.5	56.9
Memo Debt Held by NIS (-)	1,673.0	1,867.3	2,213.8	2,380.9	2,602.0	2,877.7	2,993.6	3,142.4	3,109.9	3,329.8
T-Bills	128.5	122.8	185.3	270.9	303.6	241.8	197.6	221.0	205.7	187.5
Debentures	1,544.6	1,744.5	2,028.5	2,110.0	2,298.4	2,635.9	2,795.9	2,921.4	2,904.3	3,142.3

^(p) - Provisional

^(e) - Estimate

Sources: Accountant General, Ministry of Finance, and Central Bank of Barbados

Table 6 – Government Financing
(BDS \$Millions)

	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	Sep 2015 ^(p)	Sep 2016 ^(p)
Total Financing	443.2	664.4	775.7	384.5	740.4	958.9	599.6	659.6	151.5	241.9
Domestic Financing	519.3	424.0	520.0	362.3	762.9	637.1	589.9	633.9	216.4	326.0
Central Bank	241.3	(48.6)	(40.2)	(168.4)	106.4	171.7	395.3	565.9	342.9	566.3
Commercial Banks	(12.2)	91.6	(35.2)	349.4	452.7	253.7	(141.7)	182.4	84.7	(259.6)
National Insurance Board	257.2	233.4	331.5	112.9	334.3	231.9	48.6	71.2	10.1	91.2
Private Non-Bank	152.3	329.6	189.0	179.3	285.4	121.6	62.6	108.5	94.9	4.3
Other Public Sector	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other	(119.3)	(182.1)	74.9	(110.9)	(415.9)	(141.8)	225.1	(294.1)	(316.2)	(76.1)
Foreign Financing (net)	(76.1)	240.3	255.7	22.2	(22.5)	321.8	9.7	25.7	(64.9)	(84.1)
Capital Markets	0.0	232.1	600.0	0.0	0.0	377.0	49.3	0.0	0.0	0.0
Project Funds	75.4	115.9	15.8	25.9	35.1	96.0	79.0	204.1	97.3	13.6
Policy Loans	0.0	0.0	140.0	140.0	0.0	0.0	0.0	99.3	0.0	0.0
Amortisation	(151.5)	(107.7)	(500.1)	(143.6)	(146.3)	(151.2)	(118.7)	(277.8)	(162.2)	(97.7)
Divestment	0.0	0.0	0.0	0.0	88.8	0.0	0.0	0.0	0.0	0.0

^(p) - Provisional

Source: Central Bank of Barbados

Table 7 – Key Financial Stability Indicators for the Domestic Commercial Banking System

	2010	2011	2012	2013	2014	2015Q2	2015Q3	2015Q4	2016Q1	2016Q2
Solvency Indicators										
Capital Adequacy Ratio (CAR)	17.1	19.3	21.0	19.7	20.5	21.1	20.6	18.9	18.5	19.3
Liquidity Indicators[#]										
Loan to Deposit Ratio (%)	67.2	70.9	73.6	70	70.3	66.6	66.4	65.5	63.6	64.1
Demand Deposits to Total Deposits (%)	35.2	32.1	29.3	32.3	33.9	36.9	38.2	39.6	40.8	40.0
Domestic Demand Deposits to Total Domestic Deposits	27.1	27.6	26.8	29.3	30.9	33.7	33.9	35.7	37.7	36.8
Liquid Assets, % of Total Assets	11.5	12.0	14.6	18	20.3	23.2	24.4	25.3	25.2	26.3
Credit Risk Indicators (%)										
Total Assets (Growth Rate)	(1.5)	(4.7)	11.5*	2.8	(1.3)	3.3	3.7	4.0	4.4	2.5
Domestic Assets (Growth Rate)	0.6	(6.1)	6.1*	6.5	(0.6)	4.7	5.0	3.3	0.5	0.2
Loans and Advances (Growth Rate)	0.6	(0.5)	(1.1)*	(2.6)	(0.4)	(0.7)	(0.6)	(0.8)	(2.2)	(1.1)
Non-performing Loans Ratio	10.8	11.1	12.9	11.7	11.5	11.0	10.8	10.6	10.4	9.6
Substandard Loans/ Total Loans	9.1	8.7	9.9	8.6	9.0	8.2	8.5	8.0	8.0	7.8
Doubtful Loans/ Total Loans	1.0	1.8	2.3	2.5	2.0	2.1	1.4	1.5	1.4	1.0
Loss Loans/ Total Loans	0.7	0.6	0.8	0.6	0.5	0.7	0.9	1.1	1.0	0.8
Provisions to Non-performing Loans	37.4	32.9	33.9	44.9	47.7	53.7	55.0	55.5	59.3	64.6
Foreign Exchange Risk Indicators										
Deposits in Foreign Exchange (% of Total Deposits)	12.9	6.6	4.9	4.4	4.8	5.5	7.1	6.7	5.7	5.8
Profitability Indicators										
Return on Assets (ROA)	1.1	1.0	1.1	0.8	0.7	0.7	0.8	0.9	0.9	1.0

Reflects removal of financial consolidation

[#]Includes Foreign components unless otherwise stated.

Source: Central Bank of Barbados